## Social Security Bulletin

PRINCIPLE ROOM

December 1941

### **Special Articles**

Family Security and National Defense

Employment Characteristics of Interstate Workers in Covered Employment in 1938

Family Composition of Workers Represented in Old-Age and Survivors Insurance Claims

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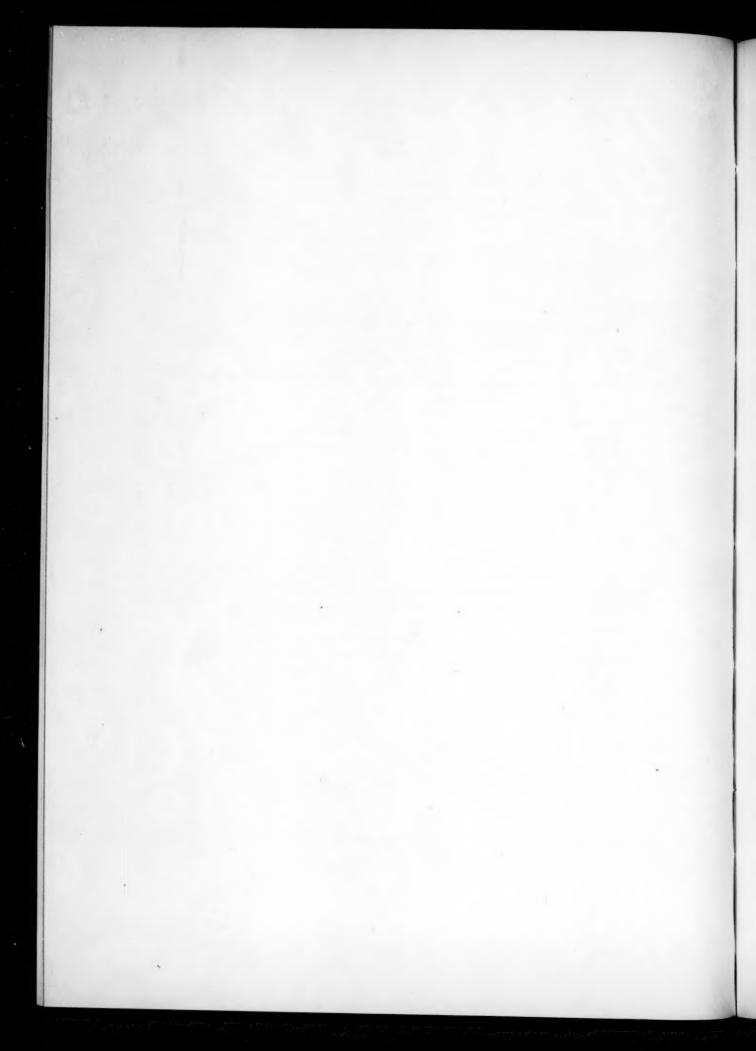
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## Social Security Bulletin

**Volume 4** 

**DECEMBER 1941** 

Number 12

## Social Security in Review

THE UNITED STATES SUPREME COURT ON November 24 held unconstitutional the California legislation prohibiting any individual from assisting nonresident indigent persons to come into the State. In delivering the opinion of the Court in this case (Fred F. Edwards, appellant, v. The People of the State of California) Mr. Justice Byrnes stated that the legislation was "an unconstitutional barrier to interstate commerce."

"The gravity and perplexity of the social and economic dislocation which this statute reflects," he continued, "is a matter of common knowledge and concern. We are not unmindful of it. We appreciate that the spectacle of large segments of our population constantly on the move has given rise to urgent demands upon the ingenuity of government.... The State asserts that the huge influx of migrants into California in recent years has resulted in problems of health, morals, and especially finance, the proportions of which are staggering. It is not for us to say that this is not true. We have repeatedly and recently affirmed, and we now reaffirm, that we do not conceive it our function to pass upon 'the wisdom, need, or appropriateness' of the legislative efforts of the States to solve such difficulties. . . .

"But this does not mean that there are no boundaries to the permissible area of State legislative activity. There are. And none is more certain than the prohibition against attempts on the part of any single State to isolate itself from difficulties common to all of them by restraining the transportation of persons and property across its borders. It is frequently the case that a State might gain a momentary respite from the pressure of events by the simple expedient of shutting its gates to the outside world. But, in the words of Mr. Justice Cardozo: 'The Constitution was framed under the dominion of a political philosophy less parochial in range. It was framed upon the theory that the peoples of the several States must sink or swim together, and that in the long run prosperity and salvation are in union and not division'. . . .

"Recent years, and particularly the past decade, have been marked by a growing recognition that in an industrial society the task of providing assistance to the needy has ceased to be local in character. The duty to share the burden, if not wholly to assume it, has been recogrized not only by State governments, but by the Federal government as well. The changed attitude is reflected in the Social Security laws under which the Federal and State governments cooperate for the care of the aged, the blind and dependent children."

Mr. Justice Douglas concurred in the decision of the Court but held the California legislation unconstitutional on the ground that "The right to move freely from State to State is an incident of national citizenship protected by the privileges and immunities clause of the Fourteenth Amendment against state interference." Mr. Justice Black and Mr. Justice Murphy joined in this opinion.

Mr. Justice Jackson, also concurring, gave the opinion "that a man's mere property status, without more, cannot be used by a state to test, qualify, or limit his rights as a citizen of the United States. 'Indigence' in itself is neither a source of rights nor a basis for denying them. . . . Property can have no more dangerous, even if unwitting, enemy than one who would make its possession a pretext for unequal or exclusive civil rights. Where those rights are derived from national citizenship no state may impose such a test, and whether the Congress could do so we are not called upon to inquire."

Under the impact of the national emergency, the two major responsibilities of the Bureau of Employment Security have increased enormously. In addition to its normal functions, the Bureau has been called upon to supply an unprecedented

ume of labor for defense industries and to furnish services and information to other governmental agencies charged with responsibilities in the defense program; at the same time it has had to develop methods for coping with unemployment arising from the displacement of workers in nonessential industries. To meet these emergent responsibilities and to prepare for a vital role in post-war readjustment, the creation of a new position of Director of the United States Employment Service was announced on December 1 by the Federal Security Administrator. John J. Corson, formerly Director of the Bureau of Old-Age and Survivors Insurance, was appointed to that position and serves also as Director of the Bureau of Employment Security. Mr. Corson is to devote his major attention to the defense activities of the employment service and the related problems of As Associate Director of the labor supply. Bureau, Ewan Clague will have primary responsibility for the normal activities in the field of unemployment compensation and will devote attention to plans for present and future development of the unemployment compensation program, and for meeting post-war problems in this field.

Unemployment compensation payments reached a record low in October, for the third successive month, and fewer persons received payments than in any previous month of 1940 or 1941. Total benefits paid in the first 10 months of this year were 35 percent less than payments for the same period in 1940. Despite the decline for the country as a whole, however, 24 States paid a larger amount in October than in the preceding month. The increases in these States, which included such important centers of defense production as California, Connecticut, Indiana, Kansas, Massachusetts, Pennsylvania, and Washington, were chiefly due to continued unemployment of seasonal workers and to priorities unemployment.

Although the number of jobs filled by State employment services during October was slightly less than the September figure, it was second only to that record high and was 32 percent above the number in October 1940. There was a 7-percent rise from September in applications for jobs. State employment offices referred more trainees to jobs in September than in any previous month,

and the number of persons referred for training in pre-employment refresher courses increased to a point second only to the peak in July of this year.

OLD-AGE AND SURVIVORS INSURANCE benefits in force at the end of October numbered about 5 percent more than in September. Of the 449,000 benefits in force, 401,000 were in current-payment status. Nearly 10 percent of all benefits in force, a larger proportion than in any other month, were in conditional-payment status; the great majority represent cases in which payments had begun but were suspended for an indefinite period, generally because the wage earner or other beneficiary was receiving wages of as much as \$15 a month in covered employment.

IN OCTOBER, for the first time since March, there was a rise over the previous month in total expenditures in the continental United States for assistance and for earnings under the several Federal work programs. Although both the amount of expenditures and number of households were about 2 percent higher, they were 25 and 22 percent, respectively, below the totals for October 1940. General relief payments, which remained at approximately the September level, were 37 percent below payments for the previous October.

COORDINATION of the medical resources of the Nation to assure the most efficient utilization of its medical, dental, and veterinary personnel in the defense program is the objective of the new Procurement and Assignment Service, establishment of which was announced November 1 by Paul V. McNutt as Director of Defense Health and Welfare Services.

The demands for physicians, dentists, and veterinarians, imposed by the needs of the Army and Navy particularly, and to only a slightly lesser degree by the major defense industries, Mr. McNutt said, have resulted in recruitment policies which are seriously draining many communities of their medical personnel. Recruitment will be developed for the present on a voluntary basis in the belief that such a program can meet adequately the professional needs of the Nation.

## Family Security and National Defense

HELEN R. JETER\*

FAMILY SECURITY is essential not only to the morale of the armed forces but to the morale of the entire civilian population in the midst of a period of national emergency. Security is more than a condition of material well-being, but without some material foundation there can be no family security. Freedom from anxiety about the physical safety of a member of the armed forces may be impossible in a nation at war, but freedom from anxiety about how the family is making ends meet when the breadwinner is in the army or has lost his employment in a nonessential industry is a form of security that any civilized nation must provide for its citizens.

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A period of preparation for national defense is inevitably a period of social and economic dislocation. Not only have family groups faced separation by induction of men into the armed forces and departures of men and women to take special training or to accept defense employment, but whole families have migrated from one section of the country to another in search of the work that makes defense seem to them a golden opportunity. In other areas the threatened closing of plants producing goods that are now considered nonessential throws families into a panic of uncertainty about future income. Those who are thoughtful about social and economic problems of the family know, too, that the present emergency, no matter how long or how short the period, will be followed inevitably by a reconstruction period in which unemployment may be the most acute family problem.

Social services organized to meet the incidental inadequacies of the social and economic system under which we live—public assistance agencies, voluntary family welfare societies, hospitals and health agencies, child welfare organizations—are suddenly confronted with a new series of family problems often most acute in the areas in which organized social forces have been least adequate in the past.

Organization and Purpose of the Family Security Committee

For these reasons and to advise him in the discharge of his duties as Coordinator of Health, Welfare, and Related Defense Activities, the Federal Security Administrator authorized the creation of the Family Security Committee on February 12, 1941, and appointed Jane M. Hoey, Director of the Bureau of Public Assistance, as chairman. At the first meeting of the Committee on February 27, 1941, the following purposes were stated to the Committee:

 To act in an advisory capacity in the field of family security to the Coordinator of Health, Welfare, and Related Activities affecting National Defense.

 To bring to the attention of the Coordinator existing or anticipated problems in this field, and to suggest plans for obtaining additional information and for keeping currently informed of developments.

 To review existing resources, public and private, for meeting general and special needs for family security in relation to national defense, to plan coordination of such services, and to suggest their extension or adaptation.

 To present facts showing the need for any new program proposed.

The Committee has been organized on a representative basis to include all Federal agencies and all national private social agencies whose function includes service or supervision in the field of family welfare. The membership of the Committee is thus composed of persons designated by the following Federal agencies or bureaus: Children's Bureau, Civilian Conservation Corps, Farm Security Administration, National Youth Administration, Public Health Service, Railroad Retirement Board, Social Security Board (Bureaus of Public Assistance, Employment Security, and Old-Age and Survivors Insurance), Surplus Marketing Administration, Veterans Administration, and Work Projects Administration (Family Life

<sup>\*</sup>Secretary, Family Security Committee, Office of Defense Health and Welfare Services. The author wishes to point out that this article was written before December 7.

Education and Intake and Certification Programs); and representatives of the following national social work agencies: American Red Cross, American Association of Schools of Social Work, American Association of Social Workers, American Association of Medical Social Workers, American Association of Psychiatric Social Workers, American Public Welfare Association, Child Welfare League of America, Community Chests and Councils, Inc., Council of Jewish Federations and Welfare Funds, Family Welfare Association of America, National Conference of Catholic Charities, National Catholic Welfare Conference, National Social Work Council, National Travelers Aid Association, National Urban League, and Salvation Army.

On September 3, 1941, by Executive Order, the Office of Defense Health and Welfare Services was created in the Office for Emergency Management of the Executive Office of the President, and the Federal Security Administrator was designated as Director. The Office of Defense Health and Welfare Services thus replaces the Coordinator's office and continues to be operated within the Federal Security Agency. Within the Office two divisions have been established under two assistant directors, one on nutrition under the direction of M. L. Wilson, the other on health and welfare under the direction of Charles P. Taft. Within the Division of Health and Welfare, two sections have been created, one on recreation directed by Mark McCloskey, the other on social protection directed by Elliott Ness. The Executive Order of September 3 also established a Health and Medical Committee within the Office of Defense Health and Welfare Services, composed of the Surgeon General of the Army, the Surgeon General of the Navy, the Surgeon General of the United States Public Health Service, the Chairman of the Committee on Medical Research of the Office of Scientific Research and Development, and other persons to be appointed by the President.

The Family Security Committee continues as an advisory committee to the Director, while any administrative operations in the field of family security are expected for the present to be carried out through the constituent agencies of the Federal Security Agency—the Social Security Board; the National Youth Administration, the Civilian Conservation Corps—through other Fed-

eral agencies such as the Children's Bureau, the Farm Security Administration, the Work Projects Administration, the Surplus Marketing Administration, the Veterans Administration, and through national private social agencies such as the American Red Cross, the constituent agencies of the United Service Organizations, and other operating agencies.

The Committee has been called together in Washington at approximately quarterly intervals and has functioned between sessions through subcommittees and through staff members of the Office of Defense Health and Welfare Services. For the fiscal year ending June 30, 1942, three professional staff members have been provided to act as secretaries of the Committee and of its subcommittees.

#### Organization of Regional Family Security Committees

On August 1, 1941, the Assistant Director of Defense Health and Welfare Services requested each of the twelve regional directors to establish in connection with each regional advisory council a regional family security committee. Such committees now have been appointed in Region I (Boston), Region II (New York), Region IV (Washington), Region V (Cleveland), Region VI (Chicago), Region VII (Birmingham), Region IX (Kansas City), Region X (San Antonio), Region XI (Denver), and Region XII (San Francisco).

While the regional advisory councils are composed entirely of representatives of Federal agencies, the family security committees in several regions include representatives of State and public or private local agencies. The chairmen in ten regions are representatives of the Bureau of Public Assistance of the Social Security Board; in one region the State Commissioner of Social Welfare has been appointed chairman.

It is expected that regional family security committees will assist in coordination of Federal, State, and local services for family security in relation to defense, that they will initiate recommendations for needed State and Federal legislation and administration, and that they will supply information on local conditions in support of recommendations for action of various kinds.

#### Problems Presented to the Family Security Committee

Discussion at the first meeting of the Family

Security Committee and subsequent correspondence with members have revealed a need for information on family security in defense communities that is not available in any one agency, that is not regularly reported from local to national and Federal agencies, and that is not available through periodic reporting.

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There is already some evidence of financial needs of families growing out of military and industrial developments. These financial needs result from a number of conditions, among which are increases in rents and other items of the family budget; migration of families and individuals in search of work to areas in which they have no legal settlement or in which there is no adequate public or private relief organization; dislocation of farm families through purchase of large tracts for military or industrial purposes; and enlistment of men with dependents or changes in the family situations after men have been inducted into military There is some indication that the tax base in certain local communities is greatly affected by Federal purchase of land and that relief funds may be decreased. There may be a need for allotments and allowances to the families of men inducted into military service. There is danger of considerable unemployment and need for relief resulting from the closing of plants manufacturing nonessential products.

Because of increased opportunities for women to work, there are increasing demands for the day care of children, and there is a shortage of foster homes because foster mothers also are going to work.

Some of the problems of family security are problems of definition of function, development of relationships among existing local social agencies, such as the Red Cross and local welfare departments, and need for the full utilization of existing community resources.

Some problems arise in connection with the Selective Service System. There is great variation in the extent to which local public welfare agencies have contributed to the investigation of dependency for local Selective Service Boards and questions as to how such service by a public welfare agency can be financed.

There are indications that social workers with particular kinds of training, such as medical and psychiatric, are already in demand for defense welfare positions, and there is need to consider the entire question of the supply of and the training needed for social workers.

There is need for well-planned and coordinated attack upon problems of family security through sound community organization in local areas with full cooperation of State and Federal agencies.

There is need for long-range planning to meet widespread unemployment and other social problems in the post-emergency period.

A problem still confronting the Family Security Committee and the several regional committees is the problem of obtaining information on the incidence of family problems that is adequate enough and specific enough to support the general recommendations of the Committee. An effort has been made to exchange all available information among Committee members through an informal bulletin. The chief sources of the information so exchanged are the following: national social work agencies that receive reports from their member agencies; State departments of public welfare; regular reports of field representatives of the Children's Bureau, the Social Security Board, the United States Public Health Service, and the Recreation and Social Protection Sections of the Federal Security Agency; regional defense news letters and correspondence with regional directors; minutes and reports of regional family security committees; and special studies by the Work Projects Administration, the Bureau of Employment Security, the Bureau of Labor Statistics, and the National Resources Planning Board.

In addition to the compilation of this incidental information, it is proposed that comprehensive studies of family security problems and the resources and organizations to meet them be undertaken by regional, State, or local agencies in selected areas. Tentative suggestions for such studies have been drawn up by the Family Security Committee and will be made available to any interested person or agency.

#### Recommendation for General Public Assistance

The Family Security Committee turned its attention first to the problem of providing a basic public welfare structure throughout the United States that will be comprehensive enough and flexible enough to meet problems of human need that arise suddenly. To this end it recommended on May 15, 1941, an addition to the Social Security Act to provide for general public assistance

through Federal grants to the States to be administered without discrimination as to the residence or legal settlement of recipients. A brief in support of this recommendation was published in September 1941. In making this recommendation, the Committee pointed out that present Federal provisions for assistance to persons in need omit several categories for which many States have also made no provision or very inadequate provision. To meet the possibilities of unemployment in nonessential industries during the defense period, temporary dislocations of population through Government purchase of land, shifting of centers of employment, and eventual reconstruction problems after the defense period, a basic public welfare structure throughout the United States financed in part by Federal funds is essential. Such a structure could be used also to meet more nearly than at present the needs of the Selective Service System for facts about dependency and for other services to families of men in the armed forces.

#### Other Recommendations

In addition to this recommendation for a general assistance program, the Family Security Committee has recommended a plan for increased pay of men in the armed forces and for a system of allotments and supplementary allowances to families.

The problems of obtaining trained personnel and of the use of volunteers in public and private organizations that are attempting to meet family problems growing out of the defense program have also been subjects of discussion in the Family Security Committee.

#### Relationships With Other Agencies

In the discharge of his functions and responsibilities, it is the policy of the Director of Defense Health and Welfare Services to utilize insofar as practicable the facilities and services of existing departments and agencies that perform related functions. Therefore, wherever possible, family security problems arising out of defense are being met by existing local and State agencies that have already established relationships with the Social Security Board, the Children's Bureau, and other Federal agencies. The Office of Defense Health and Welfare Services is bringing to the attention of these agencies their present responsibilities through the medium of regional directors, regional family security committees, and regional representatives of the several Federal agencies in this field. In areas in which no public agencies have an established function, such as in the investigation of dependency at the direct request of commanding officers of the Army and Navy, investigations for Selective Service Boards, problems of transiency, or problems of family separation in which no economic questions arise, the Family Security Committee is discussing with the American Red Cross, the National Travelers Aid Association, the Family Welfare Association of America, Community Chests and Councils, and other national voluntary agencies the volume of demand for service and the adequacy of existing methods of service.

# **Employment Characteristics of Interstate Workers in Covered Employment in 1938**

IDA C. MERRIAM AND ELIZABETH BLISS McCLELLAND\*

IN SPITE OF WIDESPREAD INTEREST in industrial migration and of various efforts to accumulate detailed information on the nature of interstate movements and the characteristics of migrants, knowledge of this problem is still very limited. Current generalizations are necessarily based on numerous sample studies, covering comparatively short periods of time and often varying considerably in their conceptual approaches and their objectives. While the limitations of such studies are obvious, they must continue to serve as the primary source of information on the supply of migratory labor in this country, pending the development of a continuous sample of wage records or a system of periodic enumeration on a Nation-wide scale. The sample studies can perform the additional function of focusing attention on gaps and inadequacies in information and can thus serve as a guide in the formulation of more exhaustive studies.

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During 1940 and 1941 an analysis was made of the 1938 wage-record data of approximately 277,000 workers covered by the old-age and survivors insurance program, approximately 1 percent of all the workers with taxable wages under this program. While the major purpose of the study 1 was to estimate the effects of migration on the unemployment compensation rights of workers with wage credits under more than one State system, considerable data on the employment characteristics of migrants working in covered employment was obtained as a byproduct. Since these data not only corroborate the findings of some earlier studies but also add to the existing body of information on migration, it seems desirable to make the material generally available.

For the purposes of the study, workers with taxable wages under the old-age and survivors insurance program in more than one State during 1938 were designated migrants; workers with taxable wages in one State only were designated nonmigrants. It should be remembered throughout the following discussion that the wage records of the Bureau of Old-Age and Survivors Insurance furnish data on only one segment of the total migrant population, that is, workers with taxable wages under the program. The wage records do not contain information on earnings or employment in agriculture, where a sizable proportion of the total migrant labor force is employed. Nor do they furnish information on earnings in other noncovered employment. Consequently, even for workers who have taxable wages in covered employment, the wage-record data are incomplete in that some covered workers have earnings in noncovered employment of which there is no record. However, since covered interstate workers are a very important element in the total migratory labor force, their wage and employment data provide an important check on current generalizations about migrants and at the same time indicate areas where further study must

While it has been generally accepted that the volume of migration fluctuates considerably with the effective demand for labor, little is known about the diverse effects of the various phases of the business cycle on the interstate movements of migrants. The migrants are a heterogeneous group, containing both casual unskilled workers and highly skilled and regularly employed workers. Some move more or less habitually from State to State; others move only to make fairly permanent changes. Still others, constituting a fairly large group, are transferred from State to State by their employers. There are indications in the data developed in this study that a period in which employment opportunities are curtailed may have a different significance for each of these groups and that consequently the economic composition of the migrant group may vary considerably from year to year.

<sup>\*</sup>Bureau of Research and Statistics, Division of Coordination Studies.

<sup>&</sup>lt;sup>1</sup> See Merriam, Ida C., and Bliss, Elizabeth T., "Effects of Migration on Unemployment Benefit Rights," Social Security Bulletin, Vol. 4, No. 9 (September 1941), pp. 3-11. The basic data of this analysis are contained in the appendix tables of the detailed report, Unemployment Compensation Rights of Workers Employed in More Than One State, Bureau Report No. 11, Bureau of Research and Statistics.

It is generally believed that migration is deterred in periods of depression by the almost universal practice of requiring applicants for relief to fulfill certain residence requirements as one of the conditions of eligibility for relief. However, the settlement laws undoubtedly have less effect on the habitual migrant, who has no legal residence, than on more settled workers, who migrate infrequently. Casual and unskilled workers with low earning power typically have slight financial reserves. In periods of expanding business activity when job opportunities are plentiful, they can frequently increase their earnings by migrating. However, when job opportunities are limited and large local reserves of labor exist, such workers, in deciding to migrate, face the risk of exhausting their resources without finding a job. There are indications that this type of worker is less likely to migrate in periods of recession.

On the other hand, the higher paid semiskilled and skilled workers, who are usually more stable geographically than the casual workers, may have an incentive to migrate because of depression lay-offs and dismissals. Such workers more often are able financially to make a move without a definite assurance of a job than are the casual workers. The old-age and survivors insurance data support the hypothesis of the changing composition of the migratory labor force insofar as the covered segment of the group is concerned; further analysis is necessary, however, before conclusions can be reached relating either to the entire migrant group or to covered interstate workers alone.

One of the most interesting facts which emerged from this study was the discovery that, according to an estimate based on the sample, there were more than 400,000 interstate workers in covered employment who worked for only one employer during 1938. This group had distinctive employment characteristics. It seemed probable that many of these workers made their interstate moves in connection with their regular employment, but it was impossible to identify their occupations from the data. Several theories as to the characteristics of the group have been advanced in the study but more research should be done in this area also, particularly since this type of worker is not ordinarily considered in discussions of industrial migration.

An analysis of the quarters of employment

in relation to the taxable wages of the covered migrants and nonmigrants in the 1938 sample revealed a complex relationship between the taxable wages of the two groups which is often concealed in discussions based only on annual-wage data. Since annual wages are a function of wage rates and of length and regularity of employment, variations in the composition and employment characteristics of the migrant and nonmigrant groups from year to year condition the relationship of the summary wage data for the two groups. In some years, such as 1937, the summary figures indicate that the nonmigrants are on the average a higher paid group than the migrants. In other years, such as 1938, the reverse is true. This study indicates that the proportion of workers in each group who are in covered employment during only 1 or 2 quarters may be a very important factor in determining this relationship. However, analysis over a longer time span is necessary to establish this theory. Furthermore, it will be necessary to obtain data on earnings in noncovered employment before anything other than a hypothesis can be advanced.

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#### Extent of Interstate Migration of Covered Workers

Of the 277,000 workers whose wage records were analyzed, 262,000 had covered employment in only one State during 1938. The remaining 15,000, or 5.5 percent of the total number, had covered employment in two or more States. The great majority of the migrants, 93.8 percent, had taxable earnings in two States, 5.3 percent in three States, and the remaining 0.9 percent in four or more States. The ratio of migrants to nonmigrants in 1938 is smaller than that revealed by an analysis of the 1937 wage-record data, in which migrant wage earners constituted 7 percent of all covered wage earners in that year.<sup>2</sup>

The discrepancy may be explained largely by differences in the definition of a migrant. In the study of 1937 wages, a worker was classified as a migrant if he had been employed during some part of either reporting period of 1937 in a State other than that in which his account number was assigned. Under the terms of this definition, an estimated 800,000 workers who would have been classified in the present study as nonmigrants

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<sup>&</sup>lt;sup>3</sup> U. S. House of Representatives, Select Committee to Investigate Interstate Migration . . . , *Interstate Migration*, H. Rept. 369, 1941, p. 470.

hecause they worked in the same State during the entire year were classified as migrants because the State in which they were employed in 1937 differed from the State in which their account numbers were issued. Furthermore, since a great many account numbers were issued in November and December of 1936, the period in which movement was studied was slightly longer than the 12-month period used in the analysis of 1938 data. It is also possible that the difference in the proportion reflects a real though slight decline in the migration of covered workers in 1938, caused by a general decline in employment opportunities and a consequent reluctance on the part of industrial workers to exhaust their resources by migrating without definite assurance of finding a job. On the other hand, there may have been no real decline in the volume of migration, and the smaller proportion of covered migrants in 1938 may indicate only a lack of success in finding covered employment in other States.

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#### Earnings of Covered Migrants, 1937 and 1938

In several respects the employment experience of the workers employed in more than one State during 1938 differed significantly from that of the workers employed in one State only. In that year the taxable wages of the migrants were higher than those of the nonmigrants as a group. The median annual taxable wage of the migrant group was \$735 as compared with \$660 for the nonmigrants (table 1). Moreover, only 7.6 percent of

the migrants as compared with 17.0 percent of the nonmigrants had taxable wages of less than \$100 during the year (table 2).

In contrast, the analysis of the 1937 data had indicated that the covered migrants were a somewhat lower paid group than the covered non-migrants. While the average taxable wage of the migrants was slightly higher than that of the non-migrants, \$895 as compared with \$882, the median wage of the migrants was lower, \$751 as compared with \$770.

The explanation of the differences in the findings of the two studies cannot be discovered by an exact comparison of the taxable wage distributions in 1937 and 1938, because of the dissimilar treatment of a sizable group of workers, resulting from differences in definition. Certain hypotheses, however, can be drawn from the wage distributions.

For comparison with the 1938 data, the wage distribution of the nonmigrants in the 1937 study can be used with most confidence, since the addition to the nonmigrant group of the 800,000 workers classified as migrants would increase the size of the universe by less than 3 percent and since there is no reason to assume that the distribution of the taxable wages of this group differs significantly from that of the workers classified as nonmigrants. As would be expected in a year of recession, in 1938 a larger proportion of nonmigrants earned less than \$1,000 than in 1937. The most notable difference between the wage distribution frequencies of the 2 years was to be

Table 1.—Migrants and nonmigrants, by number of quarters of employment and by amount of taxable wages, and percentage distribution, by quarters of employment, 1938 1

m-11-	Total	Mign	ants with e	mploymen	it in—	Total	Nonmi	grants with	employm	ent in—
Taxable wages	migrants	1 quarter	2 quarters	3 quarters	4 quarters	nonmi- grants	1 quarter	2 quarters	3 quarters	4 quarters
Total	15, 124	271	2,052	3, 151	9, 650	261, 526	40, 000	36, 892	37, 115	146, 826
Percentage distribution	100.0	1.8	13.6	20.8	63. 8	100.0	15.6	14.1	14.2	58.1
Less than \$50	606	93 58 68 24 8	343 292 452 338 218 130	88 172 424 419 405 329	26 84 242 367 460 554	29, 215 15, 308 21, 436 16, 301 14, 433 13, 617	22, 094 7, 428 6, 432 2, 311 1, 019 411	5, 479 5, 118 8, 085 5, 833 3, 775 2, 431	1, 226 1, 895 4, 196 4, 424 4, 209 3, 850	416 867 2, 727 3, 733 5, 436 6, 924
500-999 1,000-1,499 1,500-1,999 2,000-2,499 2,500-2,999 3,000 or more	2, 542 1, 425 626	8 3 1 0 0 5	188 37 13 3 4 34	885 220 91 27 9 82	3, 086 2, 282 1, 320 596 294 330	63, 763 42, 510 22, 627 10, 333 4, 756 7, 227	478 64 42 27 17 376	4, 162 689 212 69 58 981	11, 030 2, 975 992 469 157 1, 602	48, 09, 38, 78, 21, 38, 9, 76, 4, 52, 4, 17,
Median annual taxable wage	\$734. 70 183. 68	\$84. 48 84. 48	\$182.74 91.37	\$408.06 136.02	\$972.78 243.20	\$660. 38 165. 10	\$45.71 45.71	\$191. 01 95. 51	\$445.75 148.58	\$1, 040. 4 260. 1

<sup>&</sup>lt;sup>1</sup> Data based on a sample of approximately 1 percent of wage records of all workers with taxable wages in 1938 under the old-age and survivors insurance program. "Migrants" designates those workers who received taxable wages

in more than 1 State, "nonmigrants" those who received taxable wages in 1 State only.

<sup>2</sup> See table 3, footnote 1.

Table 2.—Percentage distribution of migrants and nonmigrants, by taxable wages, 1937 and 1938

	Tot	al 1	Migra	ants t	Nonmigrants 3		
Taxable wages	1937	1938	1937	1938 4	1937	1938 4	
Total	100.0	100.0	100.0	100.0	100.0	100.0	
Less than \$100	14.3	16.4	13.1	7.6	14.4	17.0	
100-199	7.4	8.4	7.6	7.8	7.4	8.	
200-299	5.6	6.2	6.1	7.6	5.6	6.	
300-399	4.9	5.5	5.7	7.3	4.8	5.	
400-499	4.7	5.1	5.6	6.7	4.6	5.	
500-999	24.5	24.4	23.7	27.6	24.5	24.	
1,000-1,499		16.6	15.7	16.8	18.4	16.	
1,500-1,999		8.6	9.9	9.4	10.6	8.	
2,000-2,499	4.6	4.0	5. 2	4.2	4.6	4.	
2,500-2,999	2.1	1.9	2.8	2.0	2.1	1.	
3,000 and over	3.1	2.9	4.6	3.0	3.0	2.	

¹ Excludes in each year a number of employees holding railroad retirement account numbers and those whose race or sex was unknown. Employees holding railroad account numbers are those who, at the time their account numbers were assigned, were working in railroad employment as defined by the Railroad Retirement Act. The numbers assigned to these employees do not identify the States in which they were assigned, and therefore these employees cannot be differentiated as migrant or nonmigrant. Data for 1037 adjusted for carry-over wage items.

¹ Migrants defined in 1937 as those employees who were employed in some part of the year in States other than those in which their account numbers were assigned; in 1938 as those who received taxable wages in more than 1 State.

³ Nonmigrants defined in 1937 as those employees who were employed during all of each reporting period in which they received wage credits in the State where their account number was assigned; in 1938, as those whose wages were taxable in 1 State only.

¹ See table 1, footnote 1.

rages were taxable in 1 S 4 See table 1, footnote 1.

found in the size of the group earning less than \$100; in 1938, it was 2.6 percent larger than in 1937. This difference may be at least partially the result of a sampling error in the 1938 study which is known to have occurred in this interval. It quite certainly reflects also a real difference in earnings distributions in the 2 years. The proportion of workers earning less than \$100 rose from 14.3 percent of the total in 1937 to 16.4 percent in 1938; a corresponding increase in the proportion of nonmigrants in this earnings category seems logical.

Any comparison of the wage-distribution data of the two migrant groups must be undertaken with considerable reservation. If there is anything peculiar about the wage distribution of the 800,000 workers included as migrants in the 1937 data, the 1937 wage distribution may be considerably biased. If it is assumed, however, that the wage distribution of these workers was identical to that of the nonmigrants in 1937, removal of their wages from the migrant tabulation would slightly increase the proportion of migrants in the low income intervals. Such treatment would not basically alter the relationship between the migrant wage distributions for the 2 years.

It will be noted that the most significant differences between the 1938 distribution of migrants' taxable wages and the unadjusted 1937 distribution occur in the "less than \$100" interval and the \$500-999 interval. In tests of the reliability of the 1938 sample it was found that there were probable minor sampling errors in both of these intervals. It is possible that these errors give a slight upward bias to the 1938 wage distribution. However, the deviations in each case were too small to account entirely for the higher earnings levels of the 1938 migrants.

It seems more probable that there was a real difference between the 2 years in the proportion of migrants earning less than \$100. As indicated above, the proportion of all workers earning less than \$100 increased in 1938. While the proportion of nonmigrants in this earnings category also apparently increased, the proportion of migrants therein seems to have decreased. This fact suggests that curtailed employment opportunities in 1938 may have served as a curb on interstate movements of casual workers, thus lowering the median annual wage of the nonmigrants by increasing the proportion of casual workers in the low earnings group and, conversely, raising the median annual wage of the migrant group. An alternative explanation would be that the casual migrant workers were less successful in finding work when there were local labor reserves created by the recession. Their failure to accumulate wage credits in more than one State, even though they moved from State to State in search of employment, would have resulted in their classification as nonmigrants in the 1938 study. At the same time the depressed economic conditions may have stimulated the migration of semiskilled and skilled workers. Workers who in 1937 were employed in only one State may have become unemployed in 1938 and may have been forced to move into another State to find employment. migrants would be expected to have greater success in finding covered employment than the casual workers, and an increase in the proportion of these workers would tend to raise the median annual wage of the migrant group. Whatever the reason for the changes in the proportions of workers in the low earnings interval, it seems clear that these changes are a factor of some importance in the explanation of the differences of the migrants' taxable wage levels between 1937 and 1938 and of the difference in the relationship of their earnings to those of the nonmigrants.

#### Median Average Quarterly Wages, 1938

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Substantially fewer migrants than nonmigrants had taxable wages in only 1 quarter of 1938-1.8 percent as compared with 15.6 percent-and more had taxable wages in each of the 4 quarters-63.8 percent as compared with 56.1 percent (table 1). As would be expected, there was a close correlation between the number of quarters of employment and the amounts of earnings-both annual and average quarterly earnings-for both migrants and nonmigrants. When workers with taxable wages in 4 quarters were arrayed by the size of their average quarterly wages, the earnings in the first decile of the array were higher than those in the first decile of a similar array of workers with taxable wages in 3 quarters only (chart 1). This relationship obtained throughout all other deciles of the two arrays. Similarly the average quarterly earnings of workers with wage credits in 3 quarters were higher in all deciles than those of individuals with wage credits in 1 or 2 quarters. In other words, the rate of earnings was in general higher as a worker was employed more steadily throughout the year.

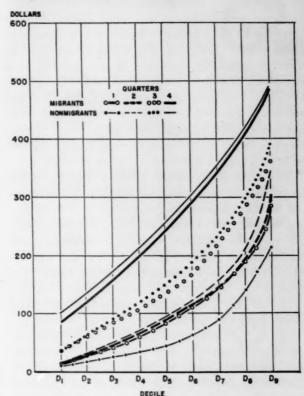
At all but one of the decile points of the frequency distribution, the average quarterly wages of the nonmigrants employed in 2 or more quarters were higher than those of the migrants with the same number of quarters of employment. The situation was reversed, however, for the migrants and nonmigrants with covered employment in 1 quarter only. The average quarterly earnings of the nonmigrants were considerably lower than those of the migrants at all decile points of this frequency distribution.

Table 3.-Median average quarterly taxable wages of migrants and nonmigrants, by number of employers and number of quarters with taxable wages, 1938

Number of employers	Medi terl wit in-	y wage	of mig	quar- rants vages	Median average quarter ly wage of nonmigrants with taxable wages in—				
	quar- ter	quar- ters	3 quar- ters	quar- ters	quar- ter	2 quar- ters	3 quar- ters	quar ters	
1	\$96 82 86 2 38 1 150	\$123 84 78 102 85	\$201 131 113 112 131	\$292 232 192 175 192	\$45 64 77 79 140	\$107 72 80 89 112	\$174 118 104 98 115	\$276 216 184 173 193	

<sup>&</sup>lt;sup>1</sup> For each worker, annual earnings were divided by number of quarters of employment to obtain average quarterly earnings. Average quarterly earnings of workers employed 1 quarter, 2 quarters, 3 quarters, and 4 quarters were arrayed and the median found for each of the groups.
<sup>1</sup> Only 8 migrant workers had 4 or more employers in only 1 quarter.

Chart 1.-Frequency distribution of migrants and nonmigrants, by average quarterly earnings in covered employment, 1938



Of the nonmigrants with only 1 quarter of covered employment, 73 percent earned less than \$100. It is probable, in view of the high correlation between low earnings and short periods of employment, that there was an increase from 1937 to 1938 in the proportion of nonmigrants with only 1 quarter of covered employment. Such an increase would again suggest that changes from year to year in the proportion of casual workers in the nonmigrant group influence significantly the relationships between the earnings levels of the migrants and the nonmigrants.

When a comparison was made of migrants and nonmigrants with similar employment experience in terms of number of quarters of employment and number of employers, the migrants proved to be higher paid. That is to say, the average quarterly wages of the migrants were higher, as a rule, than those of the nonmigrants with the same number of employers and the same number of quarters of employment. There was first an inverse relationship and then a direct relationship between earnings and the number of employers for both migrants and nonmigrants with 3 or more quarters of employment; that is, median average quarterly earnings first decreased and then increased with increases in the number of employers or changes in employment (table 3). In contrast, the median average quarterly earnings of the nonmigrants employed in only 1 quarter increased throughout with increases in the number of employers. There seemed to be no close correlation between median average quarterly wages and the number of employers, either for workers employed in 2 quarters or for migrants employed in 1 quarter only.

The varying relationships between median average quarterly wages and the number of employers per worker suggest that, for workers with 3 or 4 quarters of covered employment, a high rate of job turn-over usually leads to increased unemployment and reduced earnings. For the workers who are less firmly attached to the labor force in a given year, however, increases in job turn-over often mean relatively less unemployment and consequently higher earnings.

One of the most striking differences between the median average quarterly wages of the migrants and the nonmigrants in this array was found for workers employed by one employer in 1 quarter only. The median quarterly wage of the 38,000 nonmigrants in this group was only \$45 as compared with \$96 for the migrants. Nonmigrants with one employer constituted 94 percent of all nonmigrants with wage credits in 1 quarter only, and consequently their earnings were the most important factor in determining the median quar-

terly wage of the nonmigrants with taxable wages in 1 quarter. The fact that 19,000 nonmigrants with one employer earned less than \$45 in taxable wages in their 1 quarter of covered employment in 1938 tends to corroborate the hypothesis that the group included many casual unskilled workers.

The taxable wages of the one-employer migrants with covered employment in only 1 quarter indicate that these workers were both a higher paid and more regularly employed group of workers than the one-employer nonmigrants. Ten percent earned more than \$617, an additional 10 percent earned between \$340 and \$617, and still another 10 percent earned between \$203 and \$340; that is, 30 percent as compared with approximately 10 percent of the one-employer nonmigrants earned at least \$203.

#### Number of Employers, 1938

While the migrant and the nonmigrant workers with the greatest job turn-over during 1938 were employed by approximately the same number of different employers, 35 and 34 respectively, 79 percent of all nonmigrants as compared with only 39 percent of the migrants made no change of employers (table 4). The migrants tended to make more shifts back and forth between employers than did the nonmigrants; that is, a smaller proportion made the minimum number of shifts between employers. Of the three-employer migrants, for example, 48 percent made only two moves during the year as compared with 52 percent of the three-employer nonmigrants; 37 percent of the four-employer migrants as compared

Table 4.—Migrants and nonmigrants, by number of employers and amount of taxable wages, and percentage distribution, by number of employers, 1938

	m-4-1	Migrants	with spe	cified nu	mber of e	mployers	Total	Nonmigrants with specified number of employers					
Taxable wages	Total migrants	1	2	3	4	5 or more	nonmi- grants	1	2	3	4	5 or more	
Total	15, 124	5, 896	4, 932	2, 257	1,021	1,018	261, 526	207, 459	36, 502	10, 552	3, 633	3, 380	
Percentage distribution	100.0	39.0	32.6	14.9	6.8	6.7	100.0	79.3	14.0	4.0	1.4	1.8	
Less than \$56 50-99 100-199 100-290 100-399 100-499	606 1, 186 1, 148 1, 100	129 121 232 225 242 275 1,671	305 296 507 475 418 367 1,214	93 124 256 245 234 182 619	15 35 105 116 116 102 326	8 30 86 87 90 90	29, 215 15, 308 21, 436 16, 301 14, 433 13, 617 63, 763	25, 838 11, 617 14, 942 10, 915 9, 771 9, 478 49, 650	2, 817 2, 732 4, 395 3, 450 2, 927 2, 603 9, 137	419 660 1, 388 1, 185 1, 041 918 2, 904	96 204 422 437 365 327 1,058	45 95 286 314 329 291 1,014	
,000-1,499 ,500-1,999 ,000-2,499 ,500-2,099 ,000 and over	1, 425 626 307	1, 367 822 380 195 237	653 332 148 77 140	266 127 48 21 42	98 64 19 7 18	158 80 31 7 14	42, 510 22, 627 10, 333 4, 756 7, 227	35, 879 19, 603 9, 114 4, 238 6, 414	4, 496 2, 109 877 360 599	1, 169 485 182 76 125	430 164 60 30 40	53 26 10 5 4	
Median annual taxable wage	\$734.70	\$1,019.39	\$536. 24	\$496.98	\$532.98	\$675.07	\$660.38	\$713.18	\$474.14	\$463. 51	\$489.45	\$661.2	

with 45 percent of the four-employer nonmigrants made three moves (table 5).

#### One-Employer Migrants

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Almost 6,000, or 39 percent of the migrants in the sample, were employed by the same employer throughout the period of their covered employment in 1938. While the exact composition of the one-employer migrant group was unknown, it seemed probable that many of these workers migrated in connection with their regular employment; that is, they were transferred by management from one operating unit of a multistate concern to another. Inclusion of the wage-record data of this group in the sample raised the median annual wage of the migrants, since the one-employer migrants had both steadier employer migrants.<sup>3</sup>

A comparison of one-employer migrants with all workers, distributed by industry in the fourth quarter of 1938, showed a somewhat higher proportion of the one-employer migrants in manufacturing and mining and somewhat smaller proportions in contract construction and particularly in the service industries. The firms employing the greatest number of one-employer migrants included some of the largest industrial concerns in

the country, with production units in several States and national markets for their products. Many of the one-employer migrants were in industries such as meat packing and cigarette and steel manufacturing, in which a few large concerns furnish a very large proportion of the jobs in the industry.

These firms apparently had numerous workers continuously on their pay rolls who were sent from plant to plant or from one headquarters office to another. Many of them were probably skilled mechanics, engineers, salesmen, foremen, and managers. In addition to workers of this type, the one-employer migrant group doubtless included some employees of multistate concerns who were permanently transferred from one operating unit to another during the course of the year.

Still other one-employer migrants may have been employees in industries dominated by several large concerns who lost their jobs in one State and by chance were employed by another unit of their original employing concern in another State. In industries with great concentration of ownership, the chances are high that a worker who lost his job and moved to another State would, if he remained in the same industry, be reemployed by the same employer. For example, it has been

Table 5.—Percentage distribution of workers with taxable wages, by number of employers and number of shifts between employers, 1938

	Num- ber of							Nun	aber of	shifts	betwee	n emp	loyers							
Number of employers	work- ers	Total	None	1	2	3	. 4	5	6	7	8	9	10	11	12	13	14	15	16 or more	Un-
			Migrants																	
or more Juknown	5, 896 4, 907 2, 247 1, 018 455 211 120 220 50	100. 0 100. 0 100. 0 100. 0 100. 0 100. 0 100. 0 100. 0	100.0	65. 3	19.7	9.5 28.3 37.4	2.9 13.8 28.6 27.7	1. 4 5. 4 20. 6 28. 4 25. 6	.7 2.0 7.8 22.2 24.6 13.3	.5 1.1 2.6 11.0 19.9 20.0 3.2	(1) .6 1.1 4.2 12.8 16.7 6.8	.1 .6 2.9 8.1 19.1 13.2	.2 .4 1.5 4.3 11.7 11.8	.2 .4 1.3 .9 10.0 7.7	.3 .4 1.4 1.7 9.6	.1 1.4 1.7 5.5	.1	.8	.4 .5 3.3 31.8	100.0
									N	onmig	rants									
or more	207, 459 36, 502 10, 552 3, 633 1, 540 727 452 661	100. 0 100. 0 100. 0 100. 0 100. 0 100. 0 100. 0 100. 0	100.0	64.7	22. 2 52. 4	7.1 14.8 44.7	2.9 12.3 24.9 41.0	1.7 5.2 14.4 22.3 32.5	1.1 2.6 7.8 17.3 21.6 38.6	.3 1.3 4.1 7.5 17.7 15.1 10.0	10.8 1.5 5.2 9.5 16.6 9.7	.3 1.0 2.3 7.3 10.4 13.0	.2 .7 1.6 3.7 7.5 12.4	.1 .2 .6 2.3 4.4 7.6	.3 .6 2.1 2.4 5.6	.1 .5 1.1 .4 5.9	.2 .1 2.0 4.9	.1 .5 .4 .7 1.7		*******

<sup>1</sup> Less than 0.05 percent.

<sup>&</sup>lt;sup>3</sup> This statement does not explain the difference between the 1937 and 1938 earnings distributions of migrant workers, since wage-record data for one-employer migrants were undoubtedly included in the 1937 tabulation.

<sup>4</sup> In the records used in this study all establishments under a single owner-ship carried the same employer code number, and workers in these establishments were thus classified as working for one employer.

<sup>&</sup>lt;sup>2</sup> Includes 45 cases improperly coded and 5 cases not coded.

estimated that the chances are 1 in 3 that a worker who loses his job with the United States Steel Corporation and is reemployed in the industry will be reemployed by that corporation.

It is also possible that some of the workers in the one-employer migrant group were misclassified and were actually nonmigrants, continuously employed by multistate concerns outside the State of the home office. The extent of errors of this type is unknown; a generous estimate would allow for inaccurate classification of a maximum of onefourth of the one-employer migrants.5

As previously indicated, one-employer migrants as a group had both steadier employment and higher earnings than either the nonmigrants or the migrants with more than one employer.6 Thus, the median annual taxable wage of the oneemployer migrants was \$1,019 as compared with \$660 for all nonmigrants (table 4) and \$546 for the migrants with more than one employer. Since the median taxable wage of the one-employer nonmigrants was only \$713, it is evident that the high earnings of the one-employer migrants cannot be entirely explained by the probable inclusion in the group of some workers who should have been classified as one-employer nonmigrants. The median taxable wage of the one-employer migrants was high even as compared with that of the nonmigrants who were employed in more than 1 quarter; for these more steadily employed nonmigrants, the median taxable wage was \$900. Obviously, the one-employer migrant group must have contained a fairly large proportion of highly skilled and highly paid workers.

The employment experience of the one-employer migrants also differed from that of the other groups in that a larger proportion of the oneemployer migrants had earnings in covered employment in all 4 quarters of 1938 (table 6). About 76 percent of them had some earnings in covered employment in all quarters as compared with 56 percent of the multi-employer migrants and of all the nonmigrants and 57 percent of the one-employer nonmigrants. Employment in a quarter may mean work for 1 day or for 13 weeks. It is possible that the higher taxable wages of the one-employer migrants resulted not only from 8

Number of States of	Num- ber of	Percen	t of migr	ants wit	h taxable	wages	Median						
employment	mi- grants	Total	1 quarter	2 quar- ters	3 quar- ters	4 quar- ters	annual wage						
	All migrants												
Total	15, 124	100.0	1.8	13.6	20.8	63. 8	\$735						
2 3 4 or more	14, 189 807 128	100. 0 100. 0 100. 0	1.9 .2 1.6	13. 9 7. 7 6. 2	20. 8 22. 7 15. 6	63. 4 69. 4 76. 6	728 826 890						
			Wit	h 1 emp	loyer								
Total	5, 896	100.0	.6	10.0	13.5	75.9	\$1,019						
2 3 4 or more	5, 754 126 16	100. 0 100. 0 (*)	(1)	10. 2 3. 4	13. 5 14. 3	75. 7 83. 3	1,009 1,452 1,333						
		,	With mo	re than 1	employ	er							
Total	9, 228	100.0	2.6	15.8	25. 5	56.1	\$546						
2 3 4 or more	8, 435 681 112	100. 0 100. 0 100. 0	2.8 .3 1.8	16. 5 8. 7 5. 3	25. 7 24. 2 16. 1	55. 0 66. 8 76. 8	520 72 84						

higher wage rates but also from steadier employment during each quarter as well as from more quarters of employment.

The one-employer migrants had an additional distinguishing characteristic in that they were a somewhat less mobile group than those with more than one employer. Their taxable wages in covered employment were distributed among a smaller number of States, and they tended to move back and forth between States less frequently. A somewhat smaller proportion of the one-employer than of the multi-employer migrants employed in two States, 55 percent as compared with 59 percent, divided their employment between contiguous States.

#### **Multi-Employer Migrants**

In contrast, the migrants with more than one employer were characterized by relatively low earnings in covered employment. Almost half of this group had less than \$500 in taxable wages in 1938, and approximately three-fourths had wages of less than \$1,000. However, while their earnings were lower than those of the

Table 6.-Percentage distribution of migrants with specified number of States of employment, by number of quarters of employment, and median annual wage of migrants, by number of States of employment, 1938

Less than 0.05 percent.
 Percentages not computed; the numbers of workers in this group with taxable wages in 1, 2, 3, and 4 quarters were 0, 2, 2, and 12, respectively.

<sup>•</sup> This type of error probably also occurred in the 1937 study. See Bureau Report No. 11, op. cit., for an explanation of the coding practice which leads to misclassification.

<sup>•</sup> Only in the case of the migrants with five or more employers did a larger proportion (78 percent) have employment in 4 quarters.

nonmigrants as a whole, they compared favorably with those of the multi-employer nonmigrants. In 1938 the median taxable wage for the migrants with more than one employer exceeded that of the multi-employer nonmigrants by \$63.76. Possibly the difference may be attributed to the fact that 82 percent of the multi-employer migrants had employment in 3 or 4 quarters, in contrast to 77 percent of the multi-employer nonmigrants. Quite probably a difference in the sex composition of the two groups also had some influence on their average wage rates. In addition, there may have been differences in the occupational characteristics of the two groups or in the average number of weeks of employment within their quarters of employment.

#### Number of States of Employment

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In any distribution of the migrant group by number of States of employment, the multiemployer migrants predominate numerically. Moreover, the greater the number of States of employment, the larger is the proportion of migrants with more than one employer (table 6). Notwithstanding this fact, the migrants employed in three States and in four or more States had more quarters of employment and higher median annual taxable wages than either the migrants employed in two States or the nonmigrants as a whole.

If the one-employer and the multi-employer migrants are segregated, a similar relationship between number of quarters of employment and number of States of employment holds for both groups. The median annual taxable wage of the multi-employer migrants also increased markedly with the number of States of employment. Similarly, the one-employer migrants employed in three States had a much higher median annual taxable wage than did those who were employed in only two States.

The amount of movement back and forth between States is shown in table 7. A majority of the workers employed in two States, whether they worked for one or more than one employer, moved only once. Approximately one-third of this group made two moves, returning to the first State of employment at some time during the year. Very few of the workers who were employed in two States made as many as seven moves during the year. A slightly smaller proportion of the

Table 7.—Percentage distribution of migrants with specified number of States of employment, by number of interstate moves, 1938

Number of States of	Num- ber of	Perce	nt of a	migran	stat	th spe	cified res	numb	er of	inter-
employment	mi- grants	Total	1	2	3	4	5	6	7	8 or more
				A	ll mig	rants				
Total	15, 124	100.0	53. 8	32. 7	8.2	3.2	1.2	0.5	0.3	0.1
2 3 4 or more	14, 189 807 128	100.0		32.5 40.3	6.6 33.7 29.0	2. 5 14. 1 25. 0	7. 4 21. 1	2.7 11.6	1.0 7.0	0 6.3
		-		Wi	h 1 er	nploy	er			
Total	5, 896	100.0	57.6	37. 0	4.3	0.6	0.3	0.1	0.1	(1)
2 3 4 or more	5, 754 126 16	100.0		37.0 46.7	3. 4 39. 7 43. 6	. 5 4. 8 12. 5	4.0 25.0	0 3.2 6.3	0 1.6 6.3	0 0 6.3
			W	th mo	re the	m 1 er	mploy	er		
Total	9, 228	100.0	51.3	29.9	10. 7	4.8	1.9	0.7	0. 5	0. :
2 3 4 or more	8, 438 681 112	100.0		29. 6 39. 1	*8.7 32.6 26.8	3. 7 15. 9 26. 8	1.0 8.0 20.5		7.1	

<sup>1</sup> Less than 0.05 percent.

workers employed in three or more States made only the minimum number of moves, but a slightly larger proportion moved back and forth between one or more of the States in which they were employed. No matter in how many States they were employed, the one-employer migrants moved back and forth less frequently than did multi-employer migrants employed in the same number of States.

#### **Interstate Movements**

The patterns of the interstate movements of the covered workers in 1938 corresponded closely to those disclosed by other studies. In absolute numbers, the States with the largest number of covered industrial workers were the origin and destination of the bulk of the migrants. New York alone, the first State of employment in 1938 of 14 percent of all the workers in the sample, was the State of origin of 11.0 percent of the two-State migrants and the State of destination of an additional 11.5 percent of the same group. New York, Pennsylvania, and Ohio, which were the States of first employment in 1938 for 30 percent of all the workers in the sample, were the States of origin of 25 percent of the two-State migrants and the States of destination for 24 percent. While the 1937 wage data tabulated the State in which a migrant's account number was issued as his State of origin and the present study defined the State of origin as the State of first employment in 1938, the relative volume of in-migration and out-migration of these States was remarkably similar for the 2 years. In no case was there a difference of more than 1 percent.

Table 8 shows the number of workers in the sample employed in each State at any time during 1938, the relative importance of the migrants in the total covered labor force of each State, and the proportion of all migrants in the sample employed in each State. Since all migrants, by definition, had taxable wages in at least two States, each migrant is counted two or more times in this tabulation. Consequently it is not possible to obtain a national figure by totaling the State figures for covered workers or to compare State percentages with the national ratio of 1 migrant to every 20 covered workers.

Nine industrial States—New York, Illinois, Pennsylvania, Ohio, New Jersey, California, Michigan, Texas, and Massachusetts—apparently employed almost 50 percent of all the migrants at some time during 1938, if it is assumed that the great majority of the migrants were counted only twice. However, since these nine States employed more than 60 percent of the covered workers in the sample, migrants were generally a less important element in the labor force in these States than elsewhere. In all these States except New Jersey, migrants represented less than 10 percent of the covered labor force in 1938. In only seven other jurisdictions was the ratio of migrants to nonmigrants so low. Of these others, Connecticut, Rhode Island, Wisconsin, and North Carolina were also industrial States.

In some of the smaller or less industrialized States the migrants tended to be a relatively more important factor in the covered labor force. For example, in New Hampshire, New Mexico, Arizona, Wyoming, and Delaware, migrants comprised at least one out of every five covered workers in 1938. Seasonality of employment in Alaska accounts for the high proportion of migrants in that jurisdiction. There was no jurisdiction in 1938 which did not utilize migrant labor, but the ratios of migrants to nonmigrants varied greatly. In the low State, Wisconsin, only 6.5 percent of the covered workers employed during the year were

Table 8.—Number of workers and migrants in covered employment at any time in 1938 by State, and percent of migrants to all covered workers employed in each State and to all migrants

C

			Percent m	igrants of-
State	Total covered workers 1	Covered migrants	Covered workers in State	All covered migrants in the United States
Alabama. Alaska. Arizona Arkansas. California. Colorado. Connecticut Delaware District of Columbia. Florida.	3, 904 250 1, 000 1, 807 16, 705 2, 337 5, 620 846 1, 858 4, 298	387 93 203 288 1,455 261 431 189 479 616	9. 9 37. 2 20. 3 15. 9 8. 7 11. 2 7. 7 22. 3 25. 8 14. 3	2.6 6 1.3 1.9 9.6 1.7 2.8 1.2 3.2
Georgia Hawaii Idaho Illinois Indiana Iowa Kansas Kentucky Louisiana Maine	895 22, 036 7, 772 3, 883 2, 845 3, 912 4, 046	473 89 137 2, 118 890 405 459 546 486 255	10. 6 8. 9 15. 3 9. 6 11. 6 10. 4 16. 1 14. 0 11. 5 11. 6	3.1 .6 .9 14.0 5.9 2.7 3.0 3.6 3.1
Maryland Massachusetts Michigan Minnesota Mississippi Missouri Montana Nebraska New Hampshire	12, 754 13, 862 4, 922 1, 977 7, 707 923 1, 931	729 932 1, 012 456 280 1, 249 159 255 86 288	16. 1 7. 3 7. 3 9. 3 14. 2 16. 2 17. 2 13. 2 41. 0 20. 3	4.8 6.2 6.7 3.0 1.9 8.3 1.1 1.7 .6
New Jersey New Mexico New York North Carolina North Dakota Ohio Oklahoma Oregon Pennsylvania Rhode Island	3, 439 2, 369 24, 202	1, 550 212 3, 309 500 102 1, 637 485 306 1, 758 217	13. 3 29. 6 8. 1 8. 1 16. 3 9. 6 14. 1 12. 9 7. 3 9. 4	10. 2 1. 4 21. 9 3. 3 . 7 10. 8 3. 2 2. 0 11. 6
South Carolina South Dakota Tennessee Texas Utah Vermont Virginia Washington West Virginia Wisconsin Wyoming	672 4, 638 11, 426 984 847 5, 055 3, 543 3, 765 6, 630	337 97 594 990 160 139 736 495 605 432	12. 3 14. 4 12. 8 8. 7 16. 3 16. 4 14. 0 16. 1 6. 5	2.2 3.5 6.1 1.1 4.6 3.3 4.0 2.1

<sup>&</sup>lt;sup>1</sup> It is not possible to obtain a national total by totaling State figures for covered workers, since all migrants, by definition, had taxable wages in at least 2 States, and each migrant is therefore counted at least twice in the tabulation.

migrants as compared with 41.0 percent in Nevada, at the other end of the range.

In 1938 the great majority of the migrants, 93.8 percent, had earnings in covered employment in two States; 5.3 percent in three States, and the remaining 0.9 percent in four or more States. Of the two-State migrants employed in the continental United States, 58 percent migrated to contiguous States. The remaining 42 percent crossed at least two State lines. These figures

serve as a rough index to the amount of longdistance migration, although the use of noncontiguity of States of origin and States of destination as a measurement has serious limitations. For example, workers migrating to certain points in Texas from contiguous States may cover considerable distances, and workers migrating between noncontiguous States in New England may travel

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comparatively short distances. However, among those migrants employed during 1938 in two non-contiguous States was a sizable group of workers who divided their employment between as widely separated States as Massachusetts and Illinois, New York and California, Ohio and Alabama, Illinois and California, Utah and New York, and Michigan and California.

## Family Composition of Workers Represented in Old-Age and Survivors Insurance Claims

GEORGE E. IMMERWAHR\*

THE DATA relating to claims under the old-age and survivors insurance program in 1940 include information on the family composition of the workers with respect to whose wages these claims for benefits or payments were awarded. These workers constitute a select group and are not altogether representative of the entire body of workers insured under the program, since, as will be seen, some differentials have been introduced by the factors of retirement, of mortality, and of nonfiling for potential benefits or payments. These differentials are of particular importance in the first year of operations of the program. Moreover, the family composition data with respect to these claims are not so satisfactory as would be desired, both because they are limited in volume and because it was necessary to draw them from sources not primarily designed for general statistical purposes.

Nevertheless, the data should be of considerable interest, since, together with corresponding data for 1941 and subsequent years, they will form a basis for studying the extent to which the insurance program meets the needs arising from dependency of family members in at least a segment of the insured population. Moreover, while in many respects the data are less representative of the insured population as a whole than are other available data on urban population, in a few respects they improve upon or supplement these other data. The latter, which include the 1930 census and the family composition data recorded in the National Health Survey of 1935-36,1 are less recent and less accurately enumerated and are not designed to meet as many of the needed statistical requirements, and they include portions of the urban population who would not come within the protection of the insurance program.

During 1940, claims for monthly benefits were awarded to 132,335 retired workers (workers who became entitled to primary benefits) and to 122,649 family members, of whom 42,804 were wives and children of the retired workers and 79.845 were children, widows, or parents of 33,073 deceased insured workers. In addition, claims for lumpsum death payments were awarded with respect to 61,080 insured workers who died in 1940 leaving no survivors immediately eligible for monthly benefits. Summary information on these claims, showing the family classification of the workers and other beneficiaries represented, was carried in the April Bulletin (pp. 86-89). It is now possible to present additional detail on the age and other characteristics of the workers and certain of the family members, including not only some to whom monthly benefits were awarded but also some to whom no monthly benefit awards were The data presented here relate only to initial entitlements.2 They refer to the age. marital status, and other characteristics of the worker and his dependents as of the month when the worker became entitled to primary benefits or died, and make no adjustment for subsequent developments, such as the entitlement of additional family members or changes in marital status or in family composition.

#### Retired Married Male Workers

Of the 117,433 male workers to whom primary benefits were awarded in 1940, 75 percent were married at the time of entitlement (tables 1 and 3). Of these, 36 percent had wives who became entitled to wife's benefits in the same month, and 6 percent had children who became entitled to child's benefits. The following comparison with 1930 census data shows that the proportion of male retired workers who are married is higher at each age than the corresponding proportion

<sup>\*</sup>Bureau of Old-Age and Survivors Insurance, Analysis Division

<sup>&</sup>lt;sup>1</sup> These family composition data have been presented and analyzed in several articles in the Bulletin. See Sanders, Barkev S., "Family Composition in the United States," Vol. 2, No. 4 (April 1939), pp. 9-13, and related articles in subsequent issues. Only the urban data are used here, since the inclusion of rural data would probably render the study less representative of the population covered by the old-age and survivors insurance program.

<sup>&</sup>lt;sup>2</sup> See the Bulletin, January 1941, p. 68, for definition of initial and subsequent entitlements, and the April 1941 issue, pp. 86-87, for distribution by initial and subsequent entitlement of the family members to whom dependents' or survivors' monthly benefits were awarded in 1940.

among the urban population as a whole in 1930. the difference increasing with age:

	Married as pe	ercent of total
Age of worker at last birthday	Male retired workers	Urban males, 1930 census <sup>1</sup>
05	76 76 77 77 77	73 72 71 70 68
70	76 74 73 72 71	67 65 64 62 60

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The data of the family composition study show that at these ages the proportions of men in urban areas who were married were only one or two percentage points higher than the proportions in the 1930 census data.3 It is possible that there was an increase, between 1930 and 1940, in the proportions married at these ages, but such increase could hardly account for the differences between the two columns of percentages shown in the tabulation. Of possibly more importance is the probability that married men are more likely to be employed and insured under the old-age and survivors insurance program than are nonmar-As may be seen from the tabulation ried 4 men.

on page 23, the proportions of married men among the male deceased insured workers aged 65-74 represented in the claims data were fully as high as the proportions among male retired workers.

Moreover, the relative adequacy of the different benefits available to the worker and his family has probably affected the marital-status distribution of primary beneficiaries. This factor may account for the increasing differential between the two sets of percentages at the higher ages. Most of the wives of married male workers 65 years of age are themselves under 65. On the other hand, the wife of the married male worker over 70 has probably attained age 65. Only a primary benefit is available in the former case, whereas the combination of primary and wife's benefits is available in the latter. In consequence, as compared with that of nonmarried men, the relative incentive to married men to apply for primary benefits increases with increasing age.

A detailed distribution of male married retired workers according to age of wife appears in table 2. That the age of the wife was a significant factor in affecting the probability of retirement of the husband may be seen by comparing data in this table with those derived from the family composition study, assuming the latter study to be fairly representative of insured workers generally in regard to relative ages of husband and wife. No comparable data are available from the 1930 census. About 44 percent of the retired workers

Table 1.-Workers to whom primary benefits were awarded, by age and sex of worker and family classification of beneficiaries 1 initially entitled, 1940

						Male wo	rkers				Fen	nale worke	rs .
				Married					Other *				Washin
Age 3 at entitlement	All workers	Total	Total	Worker only entitled	Worker and wife entitled	Worker and 1 or more children entitled	Worker, wife, and 1 child entitled	Total	Worker only entitled	Worker and 1 or more children entitled	Total	Worker only entitled	Worker and 1 or more children entitled
Total	132, 335	117, 433	87, 973	50, 909	31, 753	5, 259	52	29, 460	28, 881	579	14, 902	14, 898	
65	46, 316 28, 427 15, 699 7, 271 5, 634	40, 402 24, 882 13, 949 6, 502 5, 038	30, 739 18, 816 10, 695 4, 976 3, 894	22, 323 12, 557 6, 423 2, 592 1, 680	5, 827 4, 942 3, 621 2, 127 2, 078	2, 577 1, 303 643 249 132	12 14 8 8 4	9, 663 6, 066 3, 254 1, 526 1, 144	9, 383 5, 916 3, 187 1, 503 1, 127	280 150 67 23 17	5, 914 3, 545 1, 750 769 596	5, 912 3, 543 1, 750 769 596	
70	5, 912 4, 482 3, 903 3, 246 2, 744	5, 382 4, 052 3, 577 2, 991 2, 540	4,099 2,996 2,608 2,139 1,804	1, 624 1, 001 801 542 401	2, 352 1, 919 1, 755 1, 567 1, 374	122 74 51 29 28	1 2 1 1 1	1, 283 1, 056 969 852 736	1, 273 1, 046 956 851 735	10 10 13 1	530 430 326 255 204	530 430 326 255 204	
75-79 80 and over	6, 894 1, 807	6, 400 1, 718	4, 229 978	806 159	3, 380 811	43	0	2, 171 740	2, 164 740	7 0	494 89	494 89	

Including persons to whom wife's or child's benefits were awarded with respect to worker's wages.

<sup>1</sup> For a more detailed comparison of the two sets of data, see Myers, Robert J., and Rasor, Eugene A., "Marital and Parental Status According to Age," Social Security Bulletin, Vol. 4, No. 11 (November 1941), p. 8.

<sup>4</sup> Single, widowed, divorced, or of unknown marital status.

Age of worker at last birthday.
 Single, widowed, divorced, or of unknown marital status.

(excluding those whose wives' ages were unknown) had wives who were 65 or over, while in the family composition study married men of these ages had wives of 65 or over in only 35 percent of the cases. (Wherever necessary in this article to ensure the validity of comparisons between the two sets of data, age distributions in the family composition data have been standardized to conform to those of the claims data.) As expected, the proportion of husbands whose wives had attained age 65 increases rapidly with increasing age of the husband, as shown below:

	Workers with wives 65 or over as percent of total					
Age of husband at last birthday	Male married retired workers	Married men, family composi- tion study				
65 and over	44	35				
15	28 36 42 51	18 26 32 41				
90 70-74 75 and over	61 72 86	46 63 81				

Relatively, the difference between the two sets of percentages is greatest at the youngest ages. At ages 75 and over, so large a proportion of husbands have wives over 65 that the age of wife is seldom a factor affecting probability of retirement. The percentages of retired workers with wives aged 65 or over may be slightly overstated, since the wives of unknown age, who were excluded in obtaining the percentages, were presumably under 65 in the great majority of cases.

Also, the percentages for retired workers might possibly have been affected by some overstatement of the wife's age, while the percentages for the family composition study probably were affected by understatement of the wife's age.

The greater prevalence of men whose wives are over 65 among the retired workers than among those represented in the family composition study is also revealed by the following comparison of average ages of wives corresponding to given ages of the husband. As before, the data exclude wives of unknown age.

	Average age last bi	of wives at rthday
Age of husband at last birthday	Retired worker data	Family composition study
85. 66. 67	60. 5 61. 3 62. 2 63. 1 64. 2 66. 2 70. 3	59. 60. 60. 61. 62. 65.

It is of interest, incidentally, to note the gradual increase, with advancing age of husband, of the average seniority of the husband over his wife. Taking the family composition study data as a basis, as probably the more representative of insured workers as a whole, it may be seen that the average seniority of the husband increases from 6.0 years for husbands aged 65 and 66 to 7.8 years for husbands aged 75 and over. As will be seen later, this increase in average seniority with increasing age of husband is a characteristic in all

Table 2.—Married male workers to whom primary benefits were awarded, by age of worker, age of wife, and entitlement of wife to wife's benefits, 1940 1

								Age 2	of wife	at worke	r's entit	ement						
Age 3 of	All mar- ried									65 and over								
worker at entitlement	male work- ers 1	Under 50	50-54	55-59	59 60 61 62 63	64	Not enti-											
				tled to wife's benefits	Total	65	66	67	68	69	70-74	75 and over						
Total	87, 973	4, 188	5, 889	10, 573	4, 329	4, 601	5, 212	5, 798	6, 106	5, 585	31, 805	6, 258	5, 243	4,341	3, 405	2, 757	7, 534	2, 26
65	30, 739 18, 816 10, 695 4, 976 3, 894	1, 949 1, 027 527 199 114	2,819 1,438 706 243 157	5, 113 2, 621 1, 264 506 266	2,050 1,040 525 207 127	2, 118 1, 140 558 235 134	2, 271 1, 281 696 268 186	2, 456 1, 448 759 295 235	2,358 1,445 852 389 257	2, 250 1, 376 680 271 211	5, 839 4, 956 3, 629 2, 135 2, 082	1, 968 1, 423 905 459 368	1, 277 1, 208 795 432 349	834 806 676 386 359	502 501 452 292 297	390 299 242 206 242	736 623 472 309 417	13 9 8 5
70-74 75-79 80 and over	13, 646 4, 229 978	322 40 10	423 87 16	664 114 25	313 58 9	360 44 12	431 69 10	510 84 11	681 107 17	594 160 43	8, 973 3, 380 811	956 166 13	978 184 20	1,063 188 29	1,110 217 34	1,074 266 38	3, 247 1, 481 249	54 87 42

Data relate to initial entitlements only.
 Age at last birthday.

<sup>&</sup>lt;sup>3</sup> Includes 3,887 workers with wives of unknown age, none of whom became entitled to wife's benefits.

Table 3.-Workers to whom primary benefits were awarded, by marital status, sex, and age, 1940

Sex and age 1 of worker	Total	Mar	ried	Sin	gle	Wide	owed	Divo	orced Unknown z		
		Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Male, total	117, 433	87, 973	74.9	6, 183	5, 3	20, 282	17. 3	2,048	1.7	947	0.8
65-69	90, 773 18, 542 6, 400 1, 718	69, 120 13, 646 4, 229 978	76. 1 73. 6 66. 1 56. 9	5, 233 671 224 55	5. 8 3. 6 3. 5 3. 2	13, 813 3, 933 1, 870 666	15. 2 21. 2 29. 2 38. 8	1, 802 188 50 8	2.0 1.0 .8 .5	805 104 27 11	
Female, total	14, 902	2, 767	18.6	4, 291	28.8	7, 185	48.2	486	3,3	173	1.
65-60 70-74 75-79 80 and over	12, 574 1, 745 494 89	2,587 147 29 4	20.6 8.4 5.9 4.5	3, 447 627 186 31	27. 4 35, 9 37. 6 34. 8	5, 940 922 209 54	47. 2 52. 9 54. 5 60. 7	441 38 7 0	3.5 2.2 1.4 0	150 11 3 0	1.

<sup>1</sup> Age last birthday at entitlement.

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age groups and results from a number of factors. Perhaps the most important of these is the fact that the older the husband at time of marriage, the greater, on the average, is his seniority. Another reason may be the fact that, for any given age of the husband at time of marriage, the probability that the marriage will be terminated by the death of the wife—if not terminated by divorce or by death of the husband—increases with the wife's age at time of marriage.

The average age of wives who became initially entitled to wife's benefits was 68.5 years at last birthday. The average age of all wives known to be 65 or over, including the 5,585 wives who did not become entitled to wife's benefits, was 68.1 years. The average age of those wives of known ages who were under 65 was 58.3 at last birthday, or almost 59 at nearest birthday, indicating that on the average these wives had about 6 years to wait from the time their husbands became entitled before they themselves could become entitled to wife's benefits. In the case of husbands 65 or over in the family composition study, the wives 65 or over averaged 68.1 years of age at last birthday, and those under 65 averaged 57.6 years. From the close agreement of these averages and those for the retired workers, it may be demonstrated that such differences as are found in the average ages of wives as a whole result from the different percentages of wives under and over 65 in the two sets of data.

Complete information is not available to explain the nonentitlement to wife's benefits of the 5,585 wives who had already attained age 65 when their husbands became entitled to primary benefits. Examination of a number of the cases, however, reveals a variety of reasons. In some of these cases the wife did not qualify for wife's benefits because she had not been married to the retired worker before 1939. In some cases the wife was not living with the worker at the time his application for primary benefits was filed. In others, she herself was entitled to a primary benefit equal to, or larger than, one-half her husband's primary benefit; as may be seen from table 3, nearly 3,000 married women became entitled to primary benefits in 1940, and it is believed that a considerable proportion of them were wives of men who were also primary beneficiaries. Other wives who could have become entitled to wife's benefits chose not to file application, because they were earning \$15 or more a month in covered employment or for other reasons. Finally, there were possibly some wives who failed to apply because they were unaware of their rights to benefits; the possibility of such cases has, however, been greatly reduced by efforts of the Board's field offices to apprise potential claimants of their rights under the oldage and survivors insurance provisions.

The proportion of male married retired workers with children entitled to child's benefits decreased steadily from more than 8 percent for workers aged 65 to less than 1 percent for workers aged 75 and over (table 1). These percentages are in approximate accord with trends shown in the family composition study, which are discussed by Myers and Rasor.<sup>6</sup> As their article indicated, a large proportion of the children of men of these older ages are stepchildren or adopted children. That cannot have been the case, however, for the few

<sup>&</sup>lt;sup>5</sup> This fact is illustrated in an article in the Statistical Bullstin of the Metropolitan Life Insurance Company, Vol. 18, No. 5 (May 1937), pp. 5-8; while this article relates to first marriages only, it is not believed that the inclusion of subsequent marriages would have made the tendency less pronounced.

<sup>6</sup> Myers, Robert J., and Rasor, Eugene A., op. cit., pp. 9-10.

children of workers aged 78 or over, because those children must have been born after the worker became 60 years of age, and because, under the act, no stepchild or adopted child could qualify as a child of the worker if his relationship to the worker had commenced after the latter had attained age 60.

Although a small number of births to mothers aged 47 or over are reported every year in the United States, it is probable that, in most of the 52 cases in which worker, wife, and child were initially entitled to benefits, the child was not the son or daughter of the wife but was either her stepchild or an adopted child.

A discussion of the number and ages of the children in families with children entitled to child's benefits appears in a later section.

#### Other Retired Workers

In most other respects, the marital-status distributions of male workers shown in table 3 compare reasonably well with available data on marital status for the urban population. The distributions shown for female workers, however, differ considerably from those of the urban female population. They probably reflect rather closely the marital status of women of these ages engaged in covered employment, among whom it would be expected that a larger proportion are single and a smaller proportion married than in the urban population as a whole.

A primary benefit awarded to either a nonmarried male retired worker or a female retired worker can be supplemented only by child's benefits. In each case the probability of such supplementation is considerably less than in the case of the male married retired worker. More than one-fifth of the nonmarried male retired workers were single, and many of those who were widowed or divorced had been so for so long a time before their entitlement to primary benefits that their children must have attained age 18 prior to their fathers' entitlement. In consequence, only 2 percent of the nonmarried male retired workers had children entitled to child's benefits. Only 4 of the 14,902 female retired workers had children so entitled; few women of 65 or over have children under 18, other than stepchildren or adopted children, and such children as these female workers may have would, in many cases, not be dependent 7 and therefore could not become entitled to child's benefits with respect to their mothers' wages.

#### Married Male Deceased Workers

Of the 84,674 male workers with respect to whose wages claims for survivors' monthly benefits or lump-sum death payments were awarded, 77

Table 4.—Deceased workers on whose wages survivors' monthly benefits or lump-sum death payments were awarded, by age and sex of worker and family classification of beneficiaries initially entitled, 1940

						Male	workers						Femal	e worker	15
	411				Married	1			Ot	her 3					
Age 1 at death  Total	All work- ers	Total	Total	Widow only en- titled	CHH-	1 or more chil- dren only en- titled	No monthly benefici- ary en- titled <sup>3</sup>	Total	1 or more chil- dren en- titled	Either or both parents entitled	No monthly benefici- ary en- titled 3	Total	1 or more chil- dren en- titled	Either or both parents entitled	Denenct-
Total	94, 153	84, 674	65, 323	4, 330	23, 022	2, 540	35, 431	19, 351	1, 919	544	16, 888	9, 479	518	200	8, 76
Under 20	394 4, 022 5, 835 6, 611 7, 333	315 3, 052 4, 761 5, 550 6, 314	30 872 2, 876 3, 946 4, 933	0 0 0 0	13 439 1, 635 2, 288 3, 023	1 18 157 388 526	16 415 1, 084 1, 270 1, 383	285 2, 180 1, 885 1, 604 1, 381	0 22 110 239 297	1 21 34 62 100	284 2, 137 1, 741 1, 303 984	79 970 1, 074 1, 061 1, 019	1 24 79 128 103	0 2 6 15 37	77 94 98 91 87
10-44	8, 566 11, 071 13, 019 14, 000 12, 587	7, 538 9, 938 12, 028 13, 055 11, 889	6, 200 8, 357 10, 090 10, 667 9, 528	1 10 51 210 751	3, 567 4, 163 3, 778 2, 535 1, 264	520 440 271 148 55	2, 121 3, 744 5, 990 7, 774 7, 456	1, 329 1, 581 1, 938 2, 388 2, 363	292 269 299 233 118	111 98 67 35 9	926 1, 214 1, 572 2, 120 2, 236	1, 028 1, 133 991 945 698	81 58 33 10 1	44 38 34 20 3	1, 00 9, 9, 9, 9,
35-69 70-74 75-79 90 and over	1, 984 804	7, 248 1, 924 774 288	5, 675 1, 442 528 172	1, 841 928 394 143	277 29 10 1	15 1 0 0	3, 542 484 124 28	1, 573 482 246 116	33 6 1 0	4 2 0 0	1, 536 474 245 116	387 60 30 4	0 0 0 0	1 0 0 0	3

Age of worker at last birthday.
 Single, widowed, divorced, or of unknown marital status.

<sup>&</sup>lt;sup>7</sup> Section 202 (e) of the Social Security Act provides that "a child shall be deemed dependent upon a mother, adopting mother, or stepparent... only if... no parent other than such individual was contributing to the support of such child and such child was not living with its father or adopting father."

Represents workers with respect to whose wages lump-sum death payments were awarded.

percent were married at the time of death (tables 4 and 6). Of these married workers, 54 percent were not survived by either a widow or children who could qualify for survivors' monthly benefits in the month of the worker's death, with the result that only a lump-sum death payment was awarded. In 39 percent of the cases the married worker was survived by children who became entitled to child's benefits, and in all but about one-tenth of these cases the widow also became entitled to either widow's current or widow's benefits. In the remaining 7 percent—4,330 cases—only the widow became entitled to monthly benefits.

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Comparison of the proportion of married men among deceased male workers, age by age, with similar data of the 1930 census and the family composition study would indicate that, except at ages 30-49, there were relatively more married men among deceased workers than among the urban population as a whole and that the differences were greatest at the higher ages:

	Married	as percent	of total
Age of worker at last birthday	Male de- ceased workers	Urban males, 1930 census	Family composi- tion study
20-24	29 60 71 78 82	26 59 75 80 82	22 59 76 82 84
45-49 50-54 55-59 60-64 65-60	84 84 82 80 78 75	82 81 79 76 71 64	84 83 81 78 73 65

Distribution into their correct classification of all deceased male workers of unknown marital status would probably have increased significantly the proportion married in the age groups 30–49, since many of the former were fathers of children (see discussion below and table 9).

As in the case of retired male workers, no exact explanation of the differences shown in this comparison can be given. As some studies have indicated a lower mortality for married men than for nonmarried, it might have been expected that

among a group of deceased men there would be a smaller proportion married than among a group of living men of like age. On the other hand, a greater probability that married men will be insured undoubtedly tended to raise the percentages of married men among the workers. Another factor may be the greater likelihood that claims will result from the deaths of the married male workers than from those of nonmarried workers. The former generally have more dependents, and their dependents would more probably be able to qualify for survivors' monthly benefits, whereas in general only relatively small lump-sum amounts are payable to survivors of nonmarried male workers.

The proportion of male married workers survived by dependents who could become entitled to survivors' monthly benefits in the month of the worker's death varied considerably with the age of the worker. Such benefits would be payable only if the worker had either an unmarried dependent child under age 18 or a wife aged 65 or over. The probability that a worker will have a child under 18 is greatest at ages 25-49, while the probability that his wife will be 65 or over is not significant until after the worker himself has attained age 65. In consequence, the probability that the married male worker is survived by dependents who become entitled to survivors' monthly benefits increases until about age 40, then decreases to about age 65, and increases again after age 65. The proportion of widows entitled to widow's current benefits varies with the age of the widow (table 5) in much the same manner as the proportion of workers whose widows are so entitled varies with the age of the worker (table 4). These proportions are as follows:

Age of widow (last birthday at death of worker)	Percent of widows en- titled to wid- ow's current benefits	Age of widow (last birthday at death of worker)	Percent of widows en- titled to wid- ow's current benefits
Under 20	45	40-44.	85
	56	45-49.	42
	64	50-54.	28
	65	55-59.	13
	64	60-64.	3

An aged dependent parent of a deceased male married worker who is not survived by unmarried children under 18 might become entitled to parent's monthly benefits, provided the worker's surviving wife does not qualify as a widow under section 209 (f) of the act. Such cases must have been relatively few in number, and their occurrence has been ignored in the tabulation of claims data by treating as nonmarried all male deceased workers whose parents became entitled to parent's benefits.

as survivor benefits.

nonmarried, it might have been expected that

In 93 of these cases widow's current benefits only were awarded; these were cases in which the deceased worker had already attained age 65 and become entitled to primary benefits; since his children had become entitled to child's benefits while the worker was living and continued to be so entitled upon the worker's death, the widow's current benefits were the only benefits awarded

The percentages may understate, for many ages, the proportion of widows with unmarried children under 18, since the data do not include cases in which a child but not the widow herself became entitled to benefits. On the other hand, the likelihood that there is less nonfiling of claims when the worker is survived by unmarried children under 18 than when he is not so survived introduces a factor tending to raise the proportion. Despite these limitations, the proportions do indicate the general trend in the probability that widows of various ages will have children under 18. The children, of course, may include stepchildren or adopted children of the worker, or stepchildren of the widow. Despite this fact, the percentage of widows entitled to widow's current benefits drops to about 3 percent for widows aged 60-64, while practically none of the widows 65 or over had in their care children entitled to child's benefits.

All but about 1 percent of the widows 65 and over became entitled to widow's benefits. Those who did not become so entitled were probably in most cases women who failed to qualify as widows under section 209 (j) of the act or who were not living with their husbands at the time of their husbands' death.

Failure to file claims for potential monthly benefits or lump-sum death payments with respect to the wages of deceased workers was naturally much less dependent upon the relative ages of worker and widow than the factor of nonretirement was upon the relative ages of primary beneficiary and wife. This fact may be seen from the close

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Table 5.—Deceased married male workers on whose wages survivors' monthly benefits or lump-sum death payments were awarded, by age of worker, age of widow, and entitlement of widow to widow's or widow's current benefits, 1940 1

						Age 2 of	widow at	death o	worker					
Age 2 of worker at death	Total 3	Under 20	20-24	25-29	30-34	35-39	40-44	45-49	50-54	55-59	60-64	65-69	70-74	75 and over
						All deces	sed marr	led male	workers					
Total	65, 323	416	2, 343	3, 950	4, 717	5, 933	7, 557	9, 364	9, 773	8, 647	5, 930	3,013	978	30
ider 20	30 872 2,876 3,946 4,933	15 212 130 36 10	14 536 1, 169 375 143	0 95 1, 216 1, 525 652	0 7 200 1,378 1,635	0 1 24 252 1, 587	0 8 43 374	0 0 0 11 51	0 0 0 4 18	0 1 0 3 7	0 0 0 1 2	0 0 0 0	0 0 0 0	
-44. -49. -54. -59. -64.	6, 209 8, 357 10, 090 10, 667 9, 526	6 4 1 2 0	54 28 10 9	258 101 50 33 14	791 392 174 88 35	2, 047 1, 106 535 246 107	2, 028 2, 676 1, 454 651 227	446 2,841 3,380 1,726 678	112 635 3, 256 3, 578 1, 603	23 122 736 3, 236 3, 244	6 27 158 686 2,748	0 9 39 167 624	1 4 11 42 116	
69	5, 675 1, 442 528 172	0 0 0 0	1 0 0 0	6 0 0 0	16 1 0 0	20 8 0 0	84 8 3 1	185 33 10 3	487 55 21 4	1, 108 123 32 2	1, 946 272 66 18	1, 506 539 104 25	243 342 178 40	1
		Decease	d married	male w	orkers w	hose wid	ows beca	me entitl	ed to wi	dow's or	widow's	current	benefits	4
Total	27, 352	187	1, 321	2, 518	3, 079	3, 775	4, 162	3, 976	2, 711	1, 166	155	2, 977	963	
nder 20	1, 635 2, 288	9 96 51 17 7	4 292 680 221 77	0 49 776 1,014 412	0 2 114 888 1, 175	0 0 10 132 1,116	0 0 2 11 204	0 0 0 1 16	0 0 0 0 5	0 0 0 0	0 0 0 0	0 0 0 0	0 0 0 0 1	
44	3,829 2,745	4 2 0 1 0	27 11 4 3 2	154 54 30 16 9	524 216 97 45 14	1,366 697 288 115 44	1, 238 1, 542 750 284 97	213 1, 367 1, 427 649 228	28 229 1,005 934 403	2 31 159 456 379	0 4 9 24 85	0 7 39 161 616	1 4 11 41 114	
-69 -74 -79 and over	957 404	0 0	0 0	0 0	0 0	5 2 0	29 3 1	63 10 2	91 10 5	128 7 3	29 4 0	1, 489 538 103 24	238 335 178 40	

<sup>&</sup>lt;sup>1</sup> Data relate to initial entitlements only.

<sup>2</sup> Age at last birthday.

<sup>3</sup> Includes 2,396 workers with widows of unknown age, 56 of whom became entitled to widow's current benefits but none of whom became entitled to widow's benefits.

<sup>&</sup>lt;sup>4</sup> All the widows under age 65 included here and 3 of those aged 65-69 became entitled to widow's current benefits; the remainder of the widows aged 65 or over became entitled to widow's benefits.

agreement between average ages of the widows of the deceased workers and average ages derived from the family composition study:

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		Average ag	e of wives 1
Age group of husband i	Average age of husband 1	Deceased worker data <sup>2</sup>	Family composition study
20-24	22. 8 27. 2 32. 1 37. 1	21, 5 24, 9 29, 3 33, 8	21. 3 25. 0 29. 2 33. 6
40-44	42. 1 47. 1 52. 1 57. 0	38. 7 43. 5 48. 1 52. 5	38, 4 42, 9 47, 6 52, 1
60-64 65-69 70-74	61. 9 66. 7 71. 3 77. 9	57. 0 61. 0 65. 4 69. 6	56. 5 60. 6 64. 9 69. 0

<sup>1</sup> At last birthday.

1 Excludes cases in which the age of the widow was unknown. It is believed that this exclusion does not affect the averages significantly.

This tabulation clearly indicates that the average seniority of the husband increases steadily with advancing age of the husband. The reasons for this increase have been indicated. Since the probability of a worker's having children under 18

is so largely dependent upon the age of his wife, it was to be expected that the average age of widows corresponding to each given age group of deceased workers would vary somewhat as between widows entitled to widow's current benefits and other widows. This variation becomes significant with respect to workers over age 40. With respect to workers aged 65–69, for example, the average age of all widows, regardless of type of claim awarded, was 61 years, but the average age of widows who were entitled to widow's current benefits was only 52 years.

#### Other Deceased Workers

Corresponding to the fact that the proportions of married men among the male deceased workers are generally higher than in the urban male data of the 1930 census, the proportions of single men and widowers (table 6) are generally lower. On the other hand, the proportions divorced are appreciably greater than among the urban males in the 1930 census. It is expected, however, that the 1940 census data will also show higher proportions of divorced than did the 1930 data; it is

Table 6.—Deceased workers on whose wages survivors' monthly benefits or lump-sum death payments were awarded, by marital status, sex, and age, 1940

Sex and age 1	Total	Mat	rried	Sin	gle	Wide	owed	Divo	roed	Unknows	
		Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Male, total	84, 674	65, 323	77.2	9, 682	11.4	5, 100	8.0	2,097	2.5	2, 472	2.9
Under 20. 20-24. 25-29. 35-29.	315 3, 052 4, 761 5, 550 6, 314	30 872 2, 876 3, 946 4, 933	9. 5 28. 6 60. 4 71. 1 78. 1	282 2, 088 1, 606 1, 090 757	89. 5 68. 4 33. 7 19. 6 12. 0	0 13 33 53 76	0 .4 .7 1.0 1.2	0 21 81 185 187	0 .7 1.7 3.3 3.0	3 58 165 276 361	1.0 1.9 3.1 5.0 5.7
10-44	7, 538 9, 938 12, 028 13, 055 11, 889	6, 209 8, 357 10, 090 10, 667 9, 526	82. 4 84. 1 83. 9 81. 7 80. 1	616 667 696 819 633	8. 2 6. 7 5. 8 6. 3 5. 3	147 266 548 926 1,306	1.9 2.7 4.5 7.1 11.0	203 287 324 348 270	2.7 2.9 2.7 2.7 2.3	363 361 370 295 154	3.1 3.1 2.1
M-09 10-74. 13-79 10 and over.	7, 248 1, 924 774 288	5, 675 1, 442 528 172	78. 3 74. 9 68. 2 59. 7	320 69 30 9	4. 4 3. 6 3. 9 3. 1	1,054 375 201 102	14. 5 19. 5 26. 0 35. 4	150 27 12 2	2.1 1.4 1.5 .7	49 11 3 3	i
Female, total	9, 479	3, 984	42.0	2,869	30.3	1,300	13.7	640	6.8	686	7.
Under 20 10-24 15-20 10-34	79 970 1,074 1,061 1,019	13 331 546 556 524	16. 5 34. 1 50. 9 52. 4 51. 4	64 583 388 283 223	81. 0 60. 1 36. 1 26. 7 21. 9	0 15 24 44 65	0 1.6 2.2 4.2 6.4	0 14 47 62 76	0 1.4 4.4 5.8 7.5	2 27 69 116 131	2. 2. 6. 10.
10-44	1,028 1,133 991 945 698	518 509 404 302 194	50. 4 44. 9 40. 8 32. 0 27. 8	204 251 247 249 217	19. 8 22. 2 24. 9 26. 3 31. 1	93 162 178 291 230	9.0 14.3 18.0 30.8 32.9	90 111 97 67 48	8.8 9.8 9.8 7.1 6.9	123 100 65 36	12. 8. 6. 3.
55-69_ 70-74 75-79 80 and over	387 60 30 4	75 9 3 0	19. 4 15. 0 10. 0	132 17 10 1	34. 1 28. 3 33. 3 25. 0	149 31 16 2	38. 5 51. 7 53. 4 50. 0	24 3 1 0	6. 2 5. 0 3. 3 0	7 0 0 1	1. 0 0 25.

<sup>1</sup> Age last birthday at death.

Table 7.—Deceased nonmarried 1 male workers on whose wages lump-sum death payments were awarded, by age of worker and relationship of known survivors, 1940

		W	orkers su	rvived by	y—	
Age 3 of worker		1 or	No chi	ldren <sup>3</sup> b	ut by—	No known chil-
	Total	more chil- dren 3	Male parents	Female parents	Both parents	dren 3 or par- ents
Total	16, 888	63	940	2, 241	3, 674	9, 970
Under 20	284	0	17	47	215	5
20-24	2, 137	2	198	400	1, 432	105
25-29	1, 741	3	187	424	983	144
30-34	1, 303	10	167	383	510	233
35-39	984	12	117	274	250	331
40-44	926	7	91	205	129	494
45-49	1, 214	10	68	185	75	876
50-54	1, 572	10	52	149	43	1, 318
55-59	2, 120	2	30	115	22	1, 951
60-64	2, 236	5	12	46	12	2, 161
65-69	1, 536	2	1	12	2	1, 519
70-74	474	0	0	1	1	472
75-79	245	0	0	0	0	245
80 and over	116	0	0	0	0	116

¹ Single, widowed, divorced, or of unknown marital status.
³ Age last birthday at death.
³ Represents unmarried children under age 18 who did not come within the definition of the term "child" or were not, by definition, dependent on worker at time of his death. No lump-sum death payment could be awarded if an unmarried dependent child under age 18 survived the worker. However, workers represented in any column of this table may have been survived by children aged 18 or over or by married children under age 18.

also probable that census data generally understate the proportion divorced. The relative frequencies of the various marital-status groups may be distorted somewhat by the large proportion of workers of unknown marital status. As will be shown later, a large proportion of the workers of unknown marital status had children and were married, widowed, divorced, or separated. Generally, separated workers were tabulated as married, but it is believed that many of those of unknown status were actually separated and should also have been tabulated as married.

As in the case of female primary beneficiaries, the marital-status distribution of deceased female workers is more nearly a reflection of the distribution of females in covered employment than of urban females generally.

Survivorship by dependents who can become entitled to monthly benefits is much less common among deceased nonmarried male or deceased female workers than among deceased married male workers. Married men are naturally much more likely to have unmarried children under 18 who are dependent upon them. Moreover, if they are fully insured, their widows, if over 65, may become entitled to monthly benefits even when they have no children who can be entitled to child's benefits. On the other hand, parent's benefits may be awarded with respect to a deceased nonmarried male worker or a deceased female worker who is not survived by unmarried children under 18, but only if the parent has been wholly dependent upon the worker and has attained age 65. Child's benefits were awarded with respect to 10 percent of the nonmarried male workers and about 5 percent of the female workers, and parent's benefits were awarded with respect to about 3 percent of the nonmarried male workers and about 2 percent of the female workers (table 4). In the remaining cases, lump-sum death payments were awarded. The proportion of the nonmarried male workers with respect to whose wages child's benefits were awarded was highest-22 percent-for workers in the age groups 35-39 and 40-44. The latter age group had also the highest proportion of workers-about 8 percent-with respect to whose wages parent's benefits were awarded: parents of workers in the younger age groups were less likely to have attained age 65, while the parents of workers in the older age groups were less likely to have survived.

A more complete account of the survivorship of the nonmarried deceased male workers by their parents (including, in some cases, stepparents and adopting parents) may be obtained by referring to table 7 as well as to table 4. A total of 17,369 such workers (544 shown in table 4 and 16,825 in table 7) were not survived by any known unmarried children under age 18, and, of these, 7,399 or 43 percent were survived by at least one parent. It is estimated that about 3,800 or roughly 22 percent were survived by both parents. The proportions of nonmarried male workers in each age group survived by at least one or by both parents are as follows:

Age of worker at last birthday	Percent of wor	
	At least 1 parent	Both parentsi
Under 20. 20-24. 25-29. 30-34.	98 95 92 83 69	76 67 56 33 22
40-44 45-49 50-54 55-59 60-64	52 33 19 9 4	1
65-69	(9)	(3)

1 Partly estimated.

1 Less than 0.5 percent.

Table 8.—Number of workers on whose wages primary and child's benefits were awarded, and number and average age of children 1 of these workers, by sex, age, and marital status of worker, 1940 2

	Marital status of worker														
	Total			Married			Widowed			Divorced			Unknown		
Sex and age <sup>3</sup> of worker	Num- ber of workers	Num- ber of chil- dren 1	Average age 3 of children	Num- ber of workers	Num- ber of chil- dren 1	Average age of children	Num- ber of workers	Num- ber of chil- dren 1	Average age 3 of children 1	Num- ber of workers	Num- ber of chil- dren i	Average age of children	Num- ber of workers	Num- ber of chil- dren i	Average age of children
Male, total	5, 890	9, 767	12.8	5, 311	8, 907	12.7	464	698	13.9	83	121	13. 3	32	41	13.
65-69	5, 487 345 50 8	9, 081 584 85 17	12.8 12.8 13.1 11.9	4, 950 310 43 8	8, 287 532 71 17	12.7 12.7 12.8 11.9	430 28 6 0	643 44 11 0	13. 9 13. 6 15. 0	79 4 0 0	117 4 0 0	13.3	28 3 1 0	34 4 3 0	13. ( 14. ( 13. (
Female, total (65-69)	4	9	11.6	1	1	16.0	3	8	11.1	0	0		0	0	

Unmarried children under age 18 regardless of entitlement to child's

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Data relate to initial entitlements only and include 52 cases in which wile's benefits as well as primary and child's were awarded.

It is of interest that three workers aged 70 or over were each survived by one parent, and a fourth by both parents.

That only about 5 percent of the surviving parents became initially entitled to parent's benefits arises from the fact that the parent must not only have been wholly dependent on and supported by the worker at the time of the work-

er's death but he must also have attained age 65. About 60 percent of the surviving parents were parents of workers who died before attaining age 30, and probably only a small proportion of these parents had then reached age 65. In cases in which the worker had reached 45 before he died, it can be assumed that practically all the surviving parents had attained age 65, and in more than

<sup>3</sup> Age last birthday at worker's entitlement to primary benefits.

Table 9.—Number of deceased workers on whose wages child's benefits were awarded, and number and average age of children 1 of these workers, by sex, age, and marital status of worker, 1940 2

	Marital status of worker														
Sex and age <sup>3</sup> of worker	Total			Married			Widowed		Divorced			Unknown			
	Num- ber of work- ers	Num- ber of chil- dren	Average age 3 of chil- dren 1	Num- ber of work- ers	Num- ber of chil- dren 1	A verage age <sup>1</sup> of chil- dren <sup>1</sup>	Num- ber of work- ers	Num- ber of chil- dren 1	Average age <sup>2</sup> of chil- dren <sup>1</sup>	Num- ber of work- ers	Num- ber of chil- dren 1	Average age <sup>3</sup> of chil- dren <sup>1</sup>	Num- ber of work- ers	Num- ber of chil- dren 1	Average age 1 o chil- dren 1
Male, total	27, 481	54, 735	10.0	25, 562	51, 458	9. 9	211	381	11.9	272	422	10.6	1,436	2, 474	11.6
Under 20	14 479 1, 902 2, 915 3, 846	14 641 3, 223 5, 853 8, 732	. 5 1. 7 3. 4 5. 9 8. 5	14 457 1,792 2,676 3,549	14 615 3,061 5,489 8,164	1.7 3.3 5.8 8.3	0 1 6 12 16	0 1 11 20 38	1.0 6.5 8.1 10.4	0 8 16 57 58	0 6 26 80 92	2.8 5.4 7.7 10.3	0 16 88 170 223	0 19 125 264 438	1. 4. 8. 10.
40-44 45-49. 50-54 55-59. 60-64	4, 379 4, 872 4, 348 2, 916 1, 437	10, 091 10, 111 8, 270 5, 017 2, 251	10. 4 11. 5 12. 3 12. 9 13. 2	4, 087 4, 603 4, 049 2, 683 1, 319	9, 519 9, 633 7, 759 4, 653 2, 067	10. 3 11. 4 12. 2 12. 8 13. 2	29 32 45 36 24	64 57 77 63 39	11.0 12.8 12.9 12.4 14.2	56 35 22 13 5	100 59 31 18 5	12.1 13.3 13.1 12.5 14.5	207 202 232 184 89	408 362 403 283 140	11. 13. 13. 13. 13.
65-69. 70 and over	325 48	471 61	13. 0 13. 7	292 41	431 53	12.9 13.5	8 2	9 2	13. 5 16. 5	.5	5 0	15.0	20 5	26 6	14. 14.
Female, total	518	772	11.4	46	74	9.1	77	120	12.8	32	46	11.8	363	532	11.
Under 20 20-24 25-29 30-34 35-39	1 24 79 128 103	1 32 112 190 168	0.0 4.4 7.0 10.4 12.7	0 3 12 20 3	0 5 19 29 8	2.9 6.1 10.2 12.2	0 1 8 12 20	0 2 11 22 31	5. 5 6. 5 10. 5 13. 6	1 5 7 8	0 1 7 10 15	1.0 7.6 11.3 12.3	1 19 54 89 72	1 24 75 129 114	
40-44. 45-49. 50 and over	81 58 44	127 91 51	13. 6 13. 8 14. 9	5 2 1	9 3 1	10. 5 13. 8 10. 0	10 14 12	15 24 15	15.1	6 3 2	8 3 2	15.3 12.5 15.5	60 39 29	95 61 33	13.

<sup>&</sup>lt;sup>1</sup> Unmarried children under age 18 regardless of entitlement to child's

benefits.

Data relate to initial entitlements only and include cases in which both

widow's current (or widow's) and child's benefits were awarded as well as those in which child's benefits only were awarded.

4 Age last birthday at worker's death.

one-fifth of these cases one parent at least did become entitled to parent's benefits.

Although data of similar detail are not available for female workers with respect to whose wages lump-sum death payments were awarded, it was found that of 8,761 such workers 12 percent had unmarried children under 18 who were not dependent upon them; for nonmarried male workers, by contrast, the proportion was less than 0.4 percent. To a large extent, this situation arises from the fact that many of the female workers were married, and the conditions under which, by definition, a child may be deemed dependent on its mother are not met when the child and both its parents have been living in the same household.

#### Children in Families of Retired and Deceased Workers

Supplementary data on workers with respect to whose wages claims for child's benefits were awarded in 1940 are presented in tables 8-11. It should be noted that these data relate only to workers with at least one child entitled to child's benefits. However, the data include all unmarried children under 18 of such workers, whether or not they became entitled to child's benefits. Thus, there were 5,894 primary beneficiaries each having at least one child entitled to child's benefits. These workers had 9,776 unmarried children under age 18 (table 8), of whom 8,204 became entitled to child's benefits. The remaining 1,572 children, while coming from families in which some children were entitled to child's benefits, did not become entitled themselves, probably because it was not deemed advantageous to file application in their behalf or because they did not meet the conditions of dependency prescribed in the act. Similarly, there were 27,999 deceased workers each of whom was survived by at least one child who became entitled to child's benefits. These workers had 55,507 unmarried children under 18 (table 9), of whom 50,730 became entitled to child's benefits.10

The workers represented in tables 8-11 include all but a very small proportion of the total number of workers (tables 1 and 4) who had unmarried children under 18. So far as can be ascertained, there were but 2,530 workers, of whom 1,212 were retired and 1,318 were deceased, who had unmarried children under 18 none of whom became entitled to child's benefits. These deceased workers,

10 See the Bulletin, April 1941, p. 87, table 3,

Table 10.—Married male workers on whose wages primary and child's benefits were awarded, by number of children 1 and age of worker, and total number of children, by age of worker, 1940 2

		Number of workers with—						
Age 3 of worker	Total work- ers	1 child <sup>1</sup>	2 chil- dren 1	3 chil- dren <sup>1</sup>	4 chil- dren 1	5 or more chil- dren 1	Total 'chil- dren i	
Total	5, 311	3, 260	1, 237	423	219	172	8, 907	
65-69 70-74 75-79 80 and over	4, 950 310 43 8	3,048 187 23 2	1, 153 68 13 3	388 26 6 3	200 18 1 0	161 11 0 0	8, 287 533 71	

<sup>1</sup> See table 8, footnote 1.

the majority of whom were married women, were in practically every case workers whose only unmarried children under 18 did not meet the required dependency conditions. On the other hand, the retired workers, most of whom were married men, included a considerable number whose children did meet these conditions and could have become entitled to child's benefits. but no application was made in their behalf. These cases were generally in families which had only one or two children under 18, and these were usually children 16 or 17 years of age and either out of school or earning \$15 or more a month in covered employment; to have filed application in their behalf would have been to no purpose, since the entitlement of these children would not result in an increase in benefits payable to the family. The exclusion from tables 8 and 10 of the many families of this type probably results in a disproportionately large weighting of the figures in favor of families with a considerable number of children whose average ages were several years below 18.

Including these 2,530 workers, the percentages of all workers in each sex and marital-status group with unmarried children under age 18 are as follows:

Sex and marital status	Percent of retired workers	Percent of deceased; workers
Male:		
Married	7.2	39.5
Widowed	2.8	4.4
Divorced	5. 2	14. 3
Unknown status	6.5	59. 0
Female:		
Married	.5	24.5
Widowed	.2	7.1
Divorced	0	9.8
Unknown status	0	55. 0

See table 8, footnote 2

Table 11.-Deceased married male workers on whose wages child's benefits were awarded, by number of children 1 and age of worker, and total number of children, by age of worker, 1940 1

		Number of workers with—								
Age's of worker	Total work- ers	1 child1	2 chil- dren <sup>1</sup>	3 chil- dren 1	4 chil- dren 1	5 or more chil- dren 1	Total chil- dren 1			
Total	25, 562	11, 828	7, 236	3, 453	1, 595	1,450	51, 458			
Under 20	14	14	0	0	0	0	14			
20-24	457	335	93 530	22 228 406	7	0	618			
25-20	1, 792 2, 676	955	886	400	50 180	29 127	3, 061 5, 489			
30-34 35-39	3, 549	1, 246	1, 105	614	299	285	8, 164			
40-41	4,087	1,457	1,241	682	330	377	9, 519			
45-49	4,603	2,021	1,320	623	340	299	9, 633			
50-64	4,049	2,078	1,048	485	226	212	7, 750			
55-59	2, 683	1,551	662	264	118	88	4, 653			
60-64	1,319	860	288	104	37	30	2, 067			
65-69	292	202	57	22	8	3	431			
70 and over	41	32	6	3	0	0	51			

<sup>1</sup> See table 9, footnote 1. 2 See table 9, footnote 2. 3 See table 9, footnote 3.

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These proportions should be interpreted in the light of the age distributions of workers involved (see tables 3, 6, 8, and 9). For example, it may be seen that, age group by age group, the percentages of widowed male deceased workers with children who became entitled to child's benefits did not differ greatly from the corresponding percentages of divorced male deceased workers. Since, however, the divorced workers were concentrated at younger ages than were the widowed workers, the over-all proportion of divorced workers with children was about three times as great as that of widowed workers.

The high proportion of deceased workers of unknown marital status who had unmarried children under 18 arises from the fact that, when the only application with respect to the wages of a deceased worker was for child's benefits, it was often impossible to determine conclusively the marital status of the worker from the application form. Most of the cases classified in table 6 as of unknown marital status arose from this situation.

For the group of male married deceased workers, which is large and embraces a wide range of ages, it is of interest to compare the data on the proportion of workers with children, average number of children, distribution by number of children, and average age of children, with corresponding data derived from the family composition study.11 Such comparisons show close resemblance in most respects (table 12).

The most significant difference is the fact that. except at ages under 30, the claims data show a smaller proportion of individuals with children than does the family composition study. The reasons for this difference are not exactly known, but it is believed that the deceased workers represented in the claims data are not entirely representative of the urban population. Furthermore, it is probable that married workers with children are subject to a lower rate of mortality

Table 12.—Deceased married male workers on whose wages survivors' monthly benefits or lump-sum death payments were awarded in 1940, and married male family heads in the family composition study; 1 proportion of each group with children? under age 18, average number of children, distribution by number of children, and average age of children, by age of worker or family head

Age <sup>3</sup> of worker or fam- ily head	Number of—		Percent with children <sup>2</sup>		Workers and family heads with 1 or more children 3										
	Deceased workers			Fam- ily heads	Average number of children of—		Percent with—						Average age * of		
		Fam- ily heads	Deceased workers				1 child		2 children		3 or more children		children of—		
					Deceased workers	Family heads	Deceased workers	Family heads	Deceased workers	Family heads	Deceased workers	Family heads	Deceased workers	Family heads	
20-24 25-29 30-34 35-39 40-44 45-40 50-64 65-69	872 2, 876 3, 946 4, 933 6, 209 8, 357 10, 090 10, 667 9, 526 5, 675	22, 561 60, 603 72, 013 80, 492 78, 341 70, 051 57, 086 40, 333 30, 060 20, 660	52 62 68 72 66 55 40 25 14 5	46 59 70 74 72 62 46 31 17	1.3 1.7 2.1 2.3 2.3 2.1 1.9 1.7	1.3 1.6 1.9 2.3 2.4 2.3 2.0 1.8 1.7	74 53 40 35 36 44 51 58 65	76 58 44 34 33 40 48 56 62 65	20 30 33 31 30 29 26 25 22 20	19 29 33 33 31 28 26 24 22 21	6 17 27 34 34 27 23 17 13	5 13 23 33 36 32 26 20 16 14	1.7 3.3 5.8 8.3 10.3 11.4 12.2 12.8 13.2	1. 3. 5. 8. 10. 11. 12. 12. 13.	

<sup>&</sup>lt;sup>1</sup> See text, footnote 1.
<sup>1</sup> Includes all unmarried children under age 18 of deceased workers with at least one child entitled to child's benefits, and all children under age 18 who

<sup>11</sup> See also Myers, Robert J., and Rasor, Eugene A., op. cit., pp. 9-10.

were included as regular household members in the family composition study.  $^{1}$  Age at last birthday.

than are those without children and are therefore less likely to be included in a group of deceased workers. Long-range trends in birth rates may also have affected the comparisons.

Moreover, it should be remembered that the comparatively small volume of data on deceased workers permits a degree of error in the derived averages and distributions; the family composition study, on the other hand, was the result of less exact methods of enumeration, and it included foster children (not legally adopted) as children of the family head while it excluded many children living away from home. The data in table 12 on deceased workers with children are subject to

the same exclusions as are the data in tables 9 and 11; these exclusions, however, probably have no significant effect. It is of interest to note that in families of male married primary beneficiaries aged 65–69 with children entitled to child's benefits, the average number of children per worker was 1.7 as compared with 1.5 for deceased workers of the same age, and the average age of children was 12.7 as compared with 12.9 for children of deceased workers. Though these differences are slight, they probably result from the exclusion from the retired-worker data of many cases in which there were only one or two children in the family and these children just under age 18.

#### PUBLIC ASSISTANCE

BUREAU OF PUBLIC ASSISTANCE • DIVISIONS OF OPERATING STATISTICS AND ANALYSIS AND SOCIAL STATISTICS AND RESEARCH

### Payments in Cash and in Kind Under the General Relief Program, 1940-41

The purpose of general relief is to enable recipients to obtain food, clothing, shelter, household supplies, and other necessities for which their income is insufficient. Sometimes relief is given in cash with which the recipient can purchase these items. Frequently, relief is given "in kind" by issuing orders on vendors, landlords, and utility companies, or by direct distribution of commodities from public commissaries. Often recipients get both forms of relief simultaneously.

Until the early 1930's most States gave relief only in kind, on the theory that bulk purchase of commodities by the agency was the more economical method or that needy persons would not spend money for the purposes for which it was granted. When relief is given in kind, often the types of commodities provided and the establishments where they are to be obtained are specified by the agency. Use of judgment by the recipients is accordingly restricted. In the past decade, public attitudes toward needy persons have become more liberal, but most States con-

tinue to give payments in kind either in lieu or

in supplementation of cash.

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Cash relief is predicated on the theory that needy persons, like others, should be free to determine their living habits with a minimum of governmental supervision. This philosophy was not generally accepted by relief agencies prior to the widespread economic depression of the 1930's. During the period May 1933-December 1935, however, when Federal grants-in-aid were made for general relief, cash payments assumed increasing importance in all general relief expenditures. In May 1934, less than half the general relief in the continental United States was in cash, but by May 1935 the proportion of cash relief was more than two-thirds. Contraction of the emergency work relief program and the transfer of cases to the Work Projects Administration caused the proportion of cash relief to decline during the latter half of 1935 to 46 percent in December. The change in programs more than offset the fact that cash relief had been increasing in proportion to all relief excluding work relief—from 9 percent in May 1934 to 45 percent in December 1935.

In the fiscal year 1940-41, cash relief represented 55 percent of all general relief expenditures, including work relief, in 37 States for which statistical data are available. The percent in the continental United States probably was smaller, since, of the 12 States <sup>2</sup> for which statistical data are not available, 9 made the greater number of relief payments in kind. In this year these 9 States gave about 47 percent of all general relief in the continental United States.

The relative importance of payments in cash and in kind varies among the States. During the fiscal year ended June 30, 1941, relief in cash predominated in 21 States and relief in kind in 28. The distribution of payments in cash and in kind for 37 States is shown in table 1. Data are not available to determine the relationship, if any, between the predominance of payments in cash or in kind in any State and the State's level of assistance under the general relief program. Among the 10 States paying 90 percent or more of assistance in cash are found 3 of the 5 States with average payments per case of more than \$24 in June 1941 and 4 of the 11 States with averages below \$10.

Statistical data on general relief reported by State agencies to the Social Security Board do not include the value of Federal surplus commodities issued to general relief cases. Many States give a large proportion of general relief payments in

Baird, Enid, Average General Relief Benefits, 1933-1938, Works Progress Administration, Divisions of Research and Statistics, 1940, p. 7.

urity

<sup>&</sup>lt;sup>1</sup> For information on 12 States which did not report statistical data in 1940-41 on distribution of payments in cash and in kind, see Bucklin, Dorothy R., and Teske, Alden J., "The Administration of General Relief in the States During 1940," Social Security Bulletin, Vol. 4, No. 3 (March 1941), p. 35. This information is considered to represent State practice in 1940-41 as well as 1940. Of the 12 States not reporting statistical data, Georgia, Oklahoma, and Tennessee gave the greater number of relief payments in cash; in Delaware, Florida, Kentucky, Maine, Mississippi, New Hampshire, New York, Ohio, and Texas, payments in kind predominated.

cash and supplement these payments with relief in kind under the Federal surplus commodity program. It is probable, therefore, that in some States where cash appears to predominate, recipients actually receive the larger part in kind.

The available data indicate that cash relief is more likely to predominate in States which have broken away from the poor-law tradition of exclusively local responsibility for the administration of general relief and have set up new relief agencies. Prior to the establishment of the Federal Emergency Relief Administration, few States participated in the administration of general relief. Under the FERA, however, State emergency relief administrations were set up to supervise local administration of Federal and State funds. In the years following the withdrawal of the Federal Government from general relief, many States also withdrew from participation in the administration of the program and reverted to the poor-law practice of local and family responsibility for relief to needy persons. Other States, however, retained

Table 1.-General relief: Total assistance payments and percent of total payments made in cash in 37 States, July 1940-June 1941

Percent			Total cash p	ayments
of total amount of general relief given in cash	State	Total cash and kind payments <sup>3</sup>	Amount	Per- cent- age distri- bution
0.0-100.0	37 States 1	\$213, 581, 636	\$118, 040, 689	100.0
90. 0-100. 0	Alabama, Arkansas, District of Columbia, Louisiana, Maryland, Pennsylvania, Rhode Island, South Caro-			
80.0- 89.9	lina, Utah, and Virginia 3 Arizona, California, West	55, 534, 688	52, 745, 502	44. 7
	Virginia, and Wyoming 4	30, 997, 754	26, 308, 366	22.3
70.0-79.9	Idaho 4	513, 441	370, 865	. 3
60.0- 69.9	Colorado and Massachu-			
	setts •	18, 276, 717	12, 350, 442	10. 5
50.0- 59.9	Montana	717, 936	375, 428	. 3
40. 0- 49. 9 30. 0- 39. 9	Illinois and Washington Kansas, Michigan, and Ne-	43, 050, 383	17, 600, 015	
20.0- 29.9	vada	15, 179, 291	5, 582, 374	4.7
20.0- 29.9	North Carolina, North Da- kota, and Oregon *	0 500 005	646, 953	.6
10.0- 19.9	Connecticut	2, 530, 965		
		4, 202, 913	750, 778	.6
0.0- 9.9	Indiana, Iowa, Minnesota, Missouri, Nebraska, New Jersey, New Mexico, South Dakota, Vermont, and			
	Wisconsin	42, 577, 548	1, 309, 966	1.1

<sup>1</sup> Represents obligations incurred from State and local funds for payments in cash and in kind; excludes payments for medical care, hospitalization, and/or burial. Allowances for medical care and hospitalization included in cash payments are not excluded. Also excludes cost of administration, of materials, equipment, and other items incident to operation of work relief programs, and of special programs.

<sup>1</sup> Includes only States for which distribution of data is available. Distribution is not available for Delaware, Florida, Georgia, Kentucky, Maine, Mississippi, New Hampshire, New York, Ohlo, Oklahoma, Tennessee, and Texas.

Texas.

Excludes relief given by local officials in Rhode Island.

Data for California for June 1941 partly estimated.

Data for 1940. Amount expended for payments in kind by county commissioners not available for 1941.

Data for Massachusetts and North Carolina estimated for July and August 1940.

the degree of State participation established under the FERA or set up new State-supervised relief programs. In these States, a large part of general relief is financed from State funds, and central agencies hold considerable supervisory or administrative power over local administration of the general relief program.3

Where relatively strong central agencies have been established and where the amount of State financial participation in general relief is comparatively large, cash payments tend to be the predominant form of relief. In most States where local autonomy is strongest and where the greater part of relief is paid from local funds, payments in kind tend to predominate.

Of the 18 States in which cash payments were the only or the predominant type of relief during the fiscal year 1940-41, central State agencies maintain fairly close supervision over local administration of general relief in all but one-Massachusetts. State law or regulation requires or recommends cash relief in 114 of these 18 States. In Montana cash is recommended except when relief in kind will meet needs more adequately, and in Rhode Island cash is required for work relief.

Among the 19 States in which all or the greater part of relief was in kind, only 75 have fairly sustained State supervision. In 3 of these 7 States-Iowa, Missouri, and New Mexico-payments in kind for the amount of State funds are required by State law or regulation. The central State agency which supervises general relief in the State of Washington recommends that cash payments be made to employable persons and payments in kind to unemployable persons; payments in kind predominate because the State since early in 1939 has made an effort to remove employable persons from the rolls. More than half the relief given in Kansas was in kind despite the State's recommendation that relief be given in cash. In North Dakota and Oregon, the other 2 States with close State supervision, the State makes no recommendation as to the form of relief.

All 4 States in which general relief was financed

<sup>&</sup>lt;sup>3</sup> For data on State organization for the administration of general relief, see the Bulletin, March 1941, pp. 32-36.

Alabama, Arkansas, Idaho, Louisiana, Maryland, Montana, Pennsylvania, Rhode Island, South Carolina, Virginia, and Wyoming.

Iowa, Kansas, Missouri, New Mexico, North Dakota, Oregon, and Washington.

Arizona, Arkansas, Louisiana, and Pennsylvania. Data on source of funds are for 1940-41. The District of Columbia is not included, since the discussion does not apply to the governmental organization in the District.

entirely from State funds in 1940-41 gave more relief in cash than in kind. In the 5 States where all relief was paid from local funds, relief in kind predominated. Furthermore, 11 of the 17 States in which all or the greater part of relief was in

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Indiana, Nebraska, North Carolina, South Dakota, and Vermont.

Arizona, Arkansas, California, Colorado, Louisiana, Montana, Pennsylvania, Utah, Virginia, West Virginia, and Wyoming.

cash financed all or most of their general relief from State funds. In 11° of the 19 States in which payments in kind predominated, on the other hand, the greater part of relief expenditures came from local funds.

Gonnecticut, Indiana, Iowa, Kansas Minnesota, Nebraska, Nevada, North Carolina, South Dakota, Vermont, and Wisconsin.

### Statistics for the United States, October 1941

Downward trend in total assistance and earnings reversed in October.—In October 1941, total expenditures for public assistance and earnings under the several Federal work programs in the continental United States amounted to \$161.4 million, an increase of 1.7 percent from September 1941, but a decrease of 25 percent from the previous October (table 2). Payments in October are estimated to have benefited 4.1 million households including 10.3 million persons—2.1 percent and 0.6 percent more, respectively, than in September (table 3).

Smaller amounts were expended in October than in the same month of the previous year for general relief and for all the Federal work programs except the out-of-school work program of the National Youth Administration. Subsistence payments by the FSA were also smaller.

WPA and student work program earnings and

FSA subsistence payments increased from Sentember; earnings under the other three Federal work programs decreased. - Total earnings on projects of the Work Projects Administration increased 2.8 percent to \$62.0 million in October, and the number employed rose 0.3 percent to 1.0 million. Earnings under the Civilian Conservation Corps program and the number enrolled were 9.8 and 9.4 percent less, respectively. Earnings under the NYA student work program increased to \$1.7 million and employment to 272,000; the out-ofschool work program decreased 3.7 percent in earnings and 6.5 percent in employment. Earnings under other Federal agency projects financed from emergency funds decreased 23 percent and the number employed 20 percent. Subsistence payments by the FSA and recipients of such payments in October were, respectively, 17.0 and 18.2 percent above September.

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Chart 1.—Public assistance and Federal work programs: Payments to recipients and earnings of persons employed in the continental United States, January 1933–October 1941

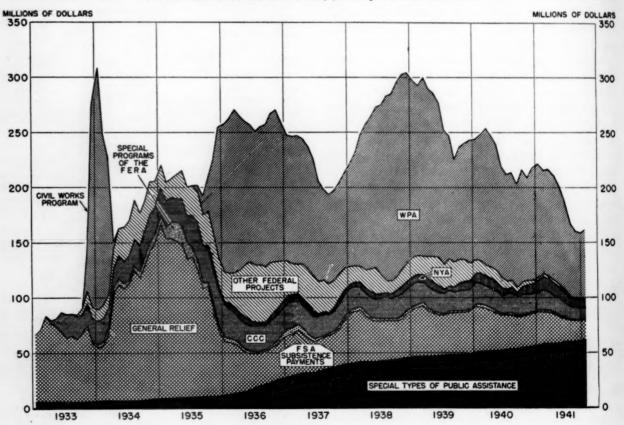


Table 2.-Public assistance and Federal work programs: Assistance and earnings in the continental United States, by month, October 1940-October 1941 1

					fru ruor	isanusj			-1 (64)	1	-11.09	
(10)			Assis	tance to rec	cipients		Earning	s of person	s employed program		deral work	
Year and month	Total 1	Specia	al types of assistance	public		Subsistence payments certified by	Civilian Conser-		l Youth	Work	Other Federal agency	Earnings on regula Federal construc-
40		Old-age assistance	Aid to de- pendent children	Aid to the blind	General relief	the Farm Security Adminis- tration 3	vation Corps 4	Student work program	Out-of- sehool work program	Projects Adminis- tration 4	projects financed from emergency funds <sup>7</sup>	tion projects
1940									119		100	
October November December	\$216, 151 209, 235 217, 884	\$40, 864 41, 306 41, 858	\$11, 558 11, 718 11, 990	\$1,846 1,848 1,862	\$29, 379 29, 041 30, 089	\$811 831 1,065	\$18, 479 18, 725 16, 314	\$2, 236 3, 064 3, 109	\$4, 911 5, 450 6, 463	\$101, 799 93, 545 102, 331	\$4, 268 3, 707 2, 803	\$56, 12 69, 20 86, 07
January. February. March. April. May June July August September October	222, 087 215, 114 216, 192 208, 555 198, 985 188, 043 166, 954 161, 114 158, 638 161, 375	42, 523 43, 001 43, 459 43, 882 44, 116 45, 684 45, 331 45, 689 46, 181 46, 847	12, 298 13, 192 12, 766 12, 866 12, 856 12, 802 12, 570 12, 573 12, 562 12, 697	1, 868 1, 871 1, 870 1, 885 1, 896 1, 896 1, 899 1, 905 1, 910 1, 949	30, 552 28, 881 28, 767 26, 271 23, 281 20, 583 19, 644 18, 546 18, 587	1, 543 1, 680 2, 049 1, 667 975 1, 670 308 442 318 372	17, 110 18, 152 16, 178 15, 073 14, 765 12, 902 11, 493 10, 665 9, 616	2, 776 3, 165 3, 283 3, 385 2, 595 26 1 145 1, 727	7, 901 9, 224 8, 929 8, 419 8, 129 7, 992 7, 164 7, 507 7, 384 7, 112	103, 826 94, 099 97, 429 93, 692 88, 246 80, 746 67, 225 61, 136 60, 285 61, 974	1, 090 1, 849 1, 462 1, 448 1, 336 1, 173 920 787 642 494	103, 32 113, 79 111, 13 116, 15 106, 41 110, 10 119, 28 129, 80 137, 11 157, 98

Partly estimated and subject to revision. For January 1933-September 1940, see the Bulletin, February 1941, pp. 66-68. For definitions of terms, see the Bulletin, September 1941, pp. 50-52. For method of computing earnings under the CCC beginning July 1941, see footnote 4.
 Data exclude earnings on regular Federal construction projects.
 Data from the FSA.
 Data from the CCC. Beginning with July 1941, earnings of persons en-

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rolled estimated by the CCC by multiplying average monthly number of persons enrolled, excluding Indians, by average of \$67.20 for each month and number of Indians enrolled by average of \$60.50 for each month.

<sup>§</sup> Data from the NYA.

<sup>§</sup> Data from the WPA.

<sup>§</sup> Data from the Bureau of Labor Statistics.

<sup>§</sup> Excluded from total; data from the Bureau of Labor Statistics.

Table 3.—Public assistance and Federal work programs: Recipients of assistance and persons employed in the continental United States, by month, October 1940-October 1941

[In thousands]

	undup	nated olicated al <sup>2</sup>		R	lecipient	s of assis	tance		Pe	ersons em we	ployed u	inder Fer	deral	de la
Year and month		Persons	Special	types of p	public as	sistance	Cases	Cases for which sub- sistence payments	Civil-	Admi	l Youth nistra- n *	Work	Other Federal agency	Persons employed on regular Federal
	House- holds	in these house- holds	Old- age	Aid to d	depend- ildren	Aid to	receiv- ing general relief	were certified by the Farm	ian Conservation Corps	Student	Out-of- school work	Projects Administration	projects financed from emer-	construc- tion proj- ects *
			assist- ance	Fam- illes	Chil- dren	blind		Security Adminis- tration <sup>3</sup>		pro- gram	pro- gram	tion	gency funds 7	
1940 October - November - December - Decembe	5, 200 5, 277 5, 362	14, 436 14, 577 14, 807	2, 034 2, 051 2, 066	360 364 370	867 874 891	72 73 73	1, 230 1, 213 1, 239	34 36 45	279 283 246	352 439 449	232 262 326	1, 743 1, 771 1, 826	32 27 22	456 614 713
January February March April May June	5, 445 5, 458 5, 360 5, 153 4, 913 4, 691	15, 064 15, 060 14, 667 13, 896 13, 048 12, 375	2, 075 2, 082 2, 108 2, 127 2, 148 2, 167	376 383 387 391 393 391	909 924 935 942 944 942	73 73 73 74 74 74	1, 257 1, 230 1, 210 1, 153 1, 038 934	59 58 68 54 36 40	258 274 244 228 223 195	442 459 471 478 462 357	419 482 459 419 392 384	1, 858 1, 850 1, 718 1, 575 1, 453 1, 376	18 13 11 11 10 9	72 79 76 77 72 71 75 78 83
July August September October	4, 145 4, 040 3, 999 10 4, 082	10, 811 10, 412 10, 227 1610, 284	2, 181 2, 195 2, 204 2, 213	388 386 384 385	935 931 926 928	74 74 75 76	876 859 817 796	14 18 11 13	175 171 159 144	(*) 32 272	318 315 308 288	1, 025 1, 015 1, 007 1, 010	7 6 5 10 4	75 78 83 10 94

<sup>&</sup>lt;sup>1</sup> Partly estimated and subject to revision. For January 1933–September 1940, see the Bulletin, February 1941, pp. 68–70. For definitions of terms, see the Bulletin, September 1941, pp. 50–52. For definition of persons employed on NYA out-of-school work program, beginning with July 1941, see footnote 5.

<sup>1</sup> Estimated by the Work Projects Administration and the Social Security Board. Excludes persons employed on regular Federal construction projects.

<sup>2</sup> Data from the FSA.

<sup>3</sup> Data from the CCC.

Data from the NYA. Beginning with July 1, 1941, number employed on out-of-school work program based on average of weekly employment counts during month.
 Data from the WPA.
 Data from the Bureau of Labor Statistics.
 Excluded from estimated unduplicated total; data from the Bureau of Labor Statistics.

Labor Statistics.

Less than 500 persons.

Preliminary.

Table 4.—Food stamp plan: Number of areas included and participants, and value of surplus-food stamps issued in the continental United States, by month, October 1940–October 1941

	Numberof	Number of p	articipants <sup>2</sup>	Value of surplus-food
Year and month	areas in- cluded <sup>3</sup>	Cases	Persons	stamps issued
1940				
October	165	705, 401	2, 213, 800	\$5, 229, 838
November	209	843, 381	2, 541, 100	5, 782, 318
December	231	921, 025	2, 821, 600	6, 587, 990
1941 -				
January	246	961, 642	2, 986, 700	7, 027, 390
February		986, 363	3, 108, 600	7, 201, 68
March		1, 152, 990	3, 703, 100	8, 934, 05
April	307	1, 226, 768	3, 830, 900	9, 547, 25
May		1, 230, 000	3, 968, 900	9, 902, 600
June	363	1, 213, 111	3, 925, 000	9, 950, 95
July		1, 184, 490	3, 821, 600	9, 998, 08
August	000	1, 152, 431	3, 706, 800	9, 782, 70
September		1, 122, 628	3, 598, 200	9, 645, 30
October 4	390	1, 083, 306	3, 447, 700	9, 078, 80

<sup>&</sup>lt;sup>1</sup> Data exclude persons receiving commodities under direct distribution program of the Surplus Marketing Administration or value of such commodities.

Source: U. S. Department of Agriculture, Surplus Marketing Administration.

Food stamp plan.—Data on the food stamp plan administered by the United States Department of Agriculture are presented in table 4.

Payments for each of the special types of public assistance increased slightly from September.—In October 1941, payments for old-age assistance, aid to dependent children, and aid to the blind in the continental United States, Alaska, and Hawaii totaled \$61.6 million, an increase of 1.4

percent from the previous month and 13.3 percent from October 1940. Old-age assistance payments were 1.4 percent greater than in September and 14.6 percent greater than in October 1940. Payments for aid to dependent children increased 1.1 percent from the previous month and 9.8 percent from the previous year. Payments for aid to the blind were 2.1 percent more than in September and 5.6 percent above October 1940. Of total payments to recipients, about 99 percent—\$60.7 million—was expended in States with plans approved by the Social Security Board. The remaining \$900,000 represented payments in States administering plans under State laws without Federal participation.

In the continental United States, the number of recipients of each of the special types of public assistance increased slightly in October. In comparison with September, the number of recipients of old-age assistance was 0.4 percent greater (table 6). The number receiving aid to the blind rose 1.6 percent (table 8), partly because Texas began making payments under an approved plan. The numbers of families and children receiving aid to dependent children increased 0.3 and 0.2 percent, respectively (table 7). During the month, Illinois and Texas began to give aid to dependent children under approved plans, and the availability of Federal funds for these two States reversed the slightly downward trend which began in June 1941 in the number of recipients for the United States.

General relief payments increased for the first time

Table 5.—Special types of public assistance: Recipients and payments to recipients in States with plans approved by the Social Security Board in the continental United States, by month, October 1940-October 1941

			Number of	recipients		1	Amount of pay	ments to recip	ients
	Year and month	Old-age	Aid to de	ependent iren	Aid to the	Total	Old-age	Aid to dependent	Aid to the
		assistance	Families	Children	bind		assistance	children	billid
October November December	1940	2, 051, 006	345, 350 350, 929 357, 215	832, 302 844, 453 861, 236	48, 479 48, 768 48, 948	\$53, 210, 497 53, 857, 406 54, 678, 404	\$40, 864, 365 41, 306, 151 41, 858, 109	\$11, 210, 560 11, 406, 554 11, 671, 091	\$1, 135, 57 1, 144, 70 1, 149, 20
March April May June July August September	194	2, 081, 507 2, 107, 512 2, 127, 123 2, 148, 021 2, 166, 998 2, 181, 279 2, 194, 506 2, 204, 390	363, 183 369, 812 374, 354 378, 405 379, 580 378, 381 374, 946 373, 270 371, 152 379, 551	878, 812 894, 603 905, 747 912, 742 914, 542 912, 833 905, 699 901, 902 897, 388 915, 653	49, 043 49, 179 49, 299 49, 477 49, 631 49, 749 49, 806 50, 133 50, 343 51, 702	55, 655, 147 57, 041, 579 57, 069, 689 57, 596, 522 57, 826, 299 59, 349, 897 58, 754, 790 59, 129, 156 59, 626, 303 60, 637, 913	42, 522, 552 43, 000, 824 43, 458, 916 43, 881, 668 44, 116, 173 45, 683, 944 45, 331, 210 45, 689, 330 46, 181, 410 46, 846, 603	11, 981, 434 12, 884, 833 12, 450, 080 12, 550, 015 12, 536, 069 12, 487, 602 12, 254, 147 12, 256, 712 12, 252, 415 12, 561, 379	1, 151, 16 1, 155, 92 1, 160, 69 1, 164, 83 1, 174, 02 1, 178, 35 1, 169, 43 1, 183, 11 1, 192, 56 1, 229, 93

<sup>&</sup>lt;sup>1</sup> For definitions of terms, see the Bulletin, September 1941, pp. 50-52.

modities.

An area represents a city, county, or group of counties.

Includes recipients of 3 special types of public assistance and of subsistence payments from the FSA; recipients of, and those eligible for, general relief; persons certified as in need of relief and employed on or awaiting assignment to projects financed by the WPA. Includes for 1 area (Shawnee, Okla.) some low-income families having weekly income of less than \$19.50 who have been eligible to participate since October 1939.

since January 1941 but were still substantially below the previous year.—Payments for general relief from State and local funds in the continental United States amounted to \$18.6 million in October 1941, an increase of 0.2 percent over September but a

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1, 161 5, 922 0, 693 4, 839 4, 027 8, 351 0, 433 1, 114 2, 568 0, 931

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decrease of 36.7 percent from October 1940 (table 9). The total number of cases receiving relief in October declined 2.6 percent from the previous month and 35.3 percent from October 1940.

Chart 2.—Special types of public assistance and general relief: Index of payments to recipients in the continental
United States, January 1933-October 1941

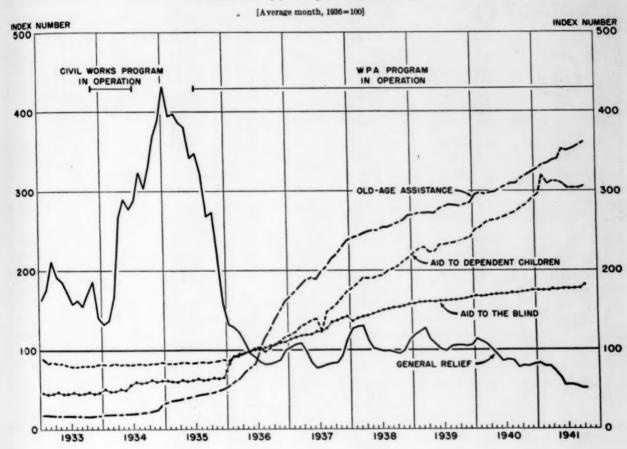


Table 6.—Old-age assistance: Recipients and payments to recipients, by State, October 1941 1

					Percentage cl	nange from—	
State	Number of recipients	Amount of payments to recipients	Average payment per recipient	September	1941 in—	October	1940 in—
			Total	Number of recipients	Amount of payments	Number of recipients	Amount of payments
Total for continental United States	2, 213, 328	\$46, 846, 603	\$21.17	+0.4	+1.4	+8.8	+14
Total for 51 States with plans approved by the Social Security Board	2, 216, 722	46, 915, 646	21. 16	+.4	+1.4	+8.8	+14
Alabama	20, 332	184, 446	9, 07	(1)	8	41.5	
laska	1, 569	45, 594	29.06	+.2	2	+1.5 +2.9	-
rizona	9, 113	308, 438	33, 85	+.6	+1.1	+9.1	+6.
rkansas	25, 314	192, 892	7. 62	7	8	+7.7	+32
alifornia	158, 326	5, 778, 874	36, 50	1	(1)	+6.9	+14
olorado	3 42, 762	* 1, 618, 027	37. 84	+.2	+5.8	+2.9	+27
onnecticut	17, 728	512, 694	28. 92	+.8	+.7	+2.4	+41
Delaware	2, 486	29, 718	11.95	+.3	+.9	-3.2	To
District of Columbia	3, 556 38, 277	92, 209 512, 284	25, 93 13, 38	+1.5	+1.7 +1.4	+4.3 +3.6	Ti-
leorgia	52, 817						+12
lawaii	1, 825	445, 334 23, 449	8. 43 12. 85	+.3	+.6	+47.6	+51
daho	9, 628	219, 405	22, 79	9	4	+1.7	+
linois	149, 133	3, 576, 728	23, 98	+.6 +.3	+.8	+6.5	+1
ndiana	69,089	1, 288, 513	18, 65	+.6	+1.1	+6.2	+1
0W8	57, 146	1, 201, 755	21. 03	1	(1) +.9	+3.3	+
ansas	30, 072	644, 691	21. 44	+1.1	+4.5	+2.3 +8.5	
Centucky	59, 465	539, 023	9.06	+.3	+1.3	+12.6	+2
ouisiana	35, 662	470, 200	13. 19	I I	+. 2		+10
Maine	14, 435	302, 728	20. 97	+3.3	+3.7	+7.6 +7.5	+18
Maryland	17, 589	319, 033	18.14	3	+.3	-4.5	-1
Massachusetts	87, 440	2, 566, 731	29. 35	+.2	+1.6	+1.1	+
Aichigan	92, 442	1, 636, 635	17. 70	+.5	+1.5	+21.5	+2
Minnesota	63, 447	1, 369, 513	21.59	(3)	+.2	+1.0	+
Mississippi	27, 477	243, 761	8. 87	+1.2	+1.5	+14.8	+1
Missouri	116, 676	1, 503, 309	12.88	+.4	+.9	+11.8	1
Montana	12, 415	260, 734	21.00	4	+.5	+1.9	+1
Vebraska	29, 466	588, 047	19.96	+.6	+16.2	+4.2	4
Nevada	2, 284 7, 152	66, 135	28.96	3	+2.9	8	+
New Hampshire	7, 152	158, 369	22.14	+.8	+1.0	+15.1	+2
New Jersey	30, 971	678, 749	21.92	(1)	+.7	9	+
New Mexico	4, 875	79, 641	16, 34	+1.1	2	+1.3	+
New York	121, 373	3, 139, 505	25. 87	6	+3.8	+1.2	+
North Dakota	38, 727	393, 627	10. 16	+.5	+.7	+5.4	+
Ohio.	9, 434 138, 854	168, 444	17. 85	+.5	+.8	+6.7	+1
Oklahoma	77, 577	3, 268, 886	23. 54	+.1	+.3	+6.5	+
Oregon	21, 659	1, 399, 582 474, 348	18. 04 21. 90	+.3	+.3	+4.3	
Pennsylvania	102, 347	2, 295, 688	22. 43	+.6	+1.2	+11.9	+1
Rhode Island	7, 301	153, 592	21.04	3 +1.6	+2.0	+2.9 +5.2	+1
South Carolina	18, 878	169, 111	8.96	+1.9	+6.1	+5.8	+1
South Dakota	14, 931	282, 642	18. 93	(4)	1	+.3	
l'ennessee	39, 566	403, 313	10. 19	6	6	-1.7	-
Texas	154, 092	2, 904, 805	18.85	+2.6	+3.3	+29.8	+8
Utah	14, 626	392, 512	26, 84	+.4	+.5	+8.4	+2
Vermont	5, 669	96, 971	17. 11	9	T. 9	+6.8	I I
Virginia	20, 280	205, 155	10, 12	+.2	+.4	+5.4	1
Washington	61, 301	2, 017, 242	32.91	+.8	+1.2	+54.3	+12
West Virginia	21, 212	356, 388	16.80	+2.8	+5.6	+15.1	+3
Wisconsin	54, 395	1, 250, 935	23.00	+.2	+.5	+3.2	To
Wyoming	3, 531						

 $<sup>^{\</sup>rm l}$  For definitions of terms, see the Bulletin, September 1941, pp. 50–52.  $^{\rm s}$  Increase of less than 0.05 percent.

Includes \$132,861 incurred for payments to 3,503 persons 60 but under
 55 years.
 Decrease of less than 0.05 percent.

Table 7.—Aid to dependent children: Recipients and payments to recipients, by State, October 1941 1

	er	its				Pe	ercentage c	hange from	-	
State			Amount of payments	Average payment	Sept	ember 1941	in—	Oct	tober 1940 i	n-
	Families	Children	to recip- ients	family		of recipi-	Amount of pay-		of recipi-	Amount of pay-
					Families	Children	ments	Families	Children	of pay- ments
Total for continental United States	384, 803	927, 600	\$12, 696, 728	\$33.00	+0.3	+0.2	+1.1	+6.8	+7.0	+9.
Total for 46 States with plans approved by the Social Security Board	380, 660	919, 185	12, 602, 122	33. 11	+2.3	+2.0	+2.5	+9.8	+9.9	+12.
labama	5, 791	16, 655	80, 367 3 3, 200	13.88	+.4	1	-1.8	-1.4	-3.0	(1)
rigens	2,432	6, 621	80, 868	33, 25	9	4	6	-2.9	-6.8	
rkansas	6, 251	16, 112	83, 492	13.36	-1.4	-1.2	-1.6	+9.5	+10.5	+4.
alifornia		35, 960	723, 885	47. 99	-2.0	-1.8	-1.3	-2.7	-4.2	#1:
Colorado	6, 137 1, 190	15, 100 2, 728	186, 548 51, 773	30. 40 43. 51	-1.4 -1.5	-1.2 -1.7	-1.0 +1.0	+.6 -13.8	+1.4	+1. -16.
		1,661	19, 288	33, 20	-1.5	6	-1.9	+4.9	+9.1	+4.
elaware District of Columbia.	1,012	2,963	37, 797	37.35	+.5	+.6	+.6	+4.9 +7.9	+9.1 +5.5 +6.3	+4.
Jorida 4	4,682	11, 367	110, 334	23. 57	+8.8	+6.7	+.6 +8.2	+10.1	+6.3	+20.
eorgia	4, 550	11, 174	99, 366	21. 80	-1.1	-1.5	-1.4	+7.3	+3.0	+10.
[awaiidaho	1, 100	3, 532 7, 739	40, 743	36. 74	5	-1.2	+.9	-7.5	-11.4	-9.
linois *	3, 044	23, 320	93, 657	30.77 29.23	-1.0 (f)	(5)	(5)	+3.8	+6.5	+8.
diana	15, 724	32, 678	468, 175	29. 77	-1.2	-1.2	9	-9.6	-8.6	-5
W&	3, 543	7,642	65, 886	18.60	+3.8	2		-3.0	-8.8	-2.
Cansed	6, 531	15, 596	208, 621	31.94	2	1	+2.3	+1.5	+4.0	+12.
Centucky		3 1, 300	1 14, 800							
onisiana		39, 006 4, 682	405, 132 69, 155	26, 47 40, 02	+.2	+.5	+.2+3.4	+10.3	+1.2 +16.3	+18. +12.
daryland	5, 971	16, 418	190, 020	31. 82	-1.3	-1.1	-2.1	-16.4	-14.1	-14.
dassachusetts	12, 355	30, 332		57.70	9	-1.0	+3.0	7	-1.9	-
dichigan	. 21, 563	50, 586	882, 132	40. 91	9 +.6	+.1	+.7	+8.3	+4.9	+9.
dinnesota	9, 216	21, 869	317, 793	34.48	7	9	+.7 +.2	+2.1	+4.9 +1.6	+2
dississippi	2, 367	6, 183		20. 49	+7.8	+7.3	+7.1	(6)	(6)	(6)
Missouri	14, 299	32, 969 6, 353	328, 438 77, 221	22. 97 29. 82	+.1	+.1	+.3	+19.7	+15.3	+14. +13
Vebraska 7	2, 590 5, 736	12, 796	180, 943	31. 55	-1.1 2	-1.0 6	+14.3	13.4	T3.6	+3
Vevada	119	277	2,890	24.29	(8)	-1. t	2	+7.5 +3.4 +8.2	+8.6 +3.6 +6.5	+12
Nevads New Hampshire	- 708	1, 767			+4.3	+4.5	+4.5	+11.0	+9.4	+12.
New Jersey	9, 528	21,749			-1.8	-1.7	-1.7	-15.7	-14.3	-14
New Mexico	2,094	5, 974		25. 57	+2.7	+3.3	-2.0	+4.4	+3.5	+4
New York North Carolina	31, 210				-1.6		4	-11.2	-11.0	-9
North Dakota	9, 834	23, 296 6, 766	165, 019 76, 473	16.78 31.24	1 3	4	1	+3.2	6	+4 +2 +8
)hio	11, 813	31, 246		39. 77	+.2	8	+.1 +.3	+3.2 +2.1 +7.7 +4.4 +4.0	+2.4 +4.6 +4.6 +3.9	Ta
)klahoma.		45, 960			+.2	+.2	+3.8	+4.4	+4.6	+30
regon	2, 052	4, 814	87, 374	42.58	4	7	+3.8 +1.0	+4.0	+3.9	+11
ennsylvanialhode Island	57, 464 1, 310		2, 108, 020 59, 831		-2.6 +1.7		-3.9 +1.7	+33.6	+41.0	+35
	1						1			1
outh Carolina	3,924					+.2	-2.8	+34.2	+29.9	+35
Cennessee.						+1.5			(*)	(-)
Texas	268		5, 486	20. 47		(*)	(9)	(6)	(*)	(8)
tah	4, 013	10, 514	170, 733	42.54	7	6	2	+10.7	+13.3	+2
ermont	806	1,857	22, 477	32. 29		+.4	+1.2	+12.8	+0.4	+1
In all the state of the state o	4, 656	13, 640	93, 576		+.4	+.1	+.4	+26.4	+21.8	+2
Viginia. Vashington Vest Virginia.	5, 278		210, 478					+7.0	+8.0	+34
Wisconsin.	12, 045					+3.1	+7.6	+24.8	+21.0	+5
Wyoming	762					8	(1)	+6.1		+1

<sup>&</sup>lt;sup>1</sup> For definitions of terms, see the Bulletin, September 1941, pp. 50-52. Figures in italies represent programs administered under State laws from State and local funds without Federal participation.

<sup>1</sup> Decrease of less than 0.05 percent.

<sup>1</sup> Estimated.

<sup>1</sup> Includes program administered under State law without Federal participation.

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-7 +6.5 +32.2 +14.8 +2.9 +27.0 +6.0 +1.5 +6.8 +12.2

+53.0 +1.2 +8.8 +17.3 +6.9 +22.1 +15.0 +15.5 +8.3 -1.8 +3.5 +29.0 +3.4 +19.6 -2.9 +17.4 +18.3 +20.6

+4.3 +2.7 +7.7 +6.2 +14.0 +9.5 +5.8 +14.7 +5.4 +11.7

+18.5 -2.2 -.7 +82.7 +29.4 +12.7 +7.9 126.4 +38.5 +5.6 +4.2

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pation.
No approved plan for September 1941.

<sup>&</sup>lt;sup>6</sup> No approved plan for October 1940.
<sup>7</sup> In addition, in 66 counties payments amounting to \$12,219 were made from local funds without State or Federal participation to 703 families in behalf of 1,640 children under the State mothers'-pension law; some of these families also received aid under plan approved by the Social Security Board.
<sup>8</sup> No change.
<sup>9</sup> No change.
<sup>9</sup> Federal funds available, but no payments were made under approved plan for September 1941.

Table 8.—Aid to the blind: Recipients and payments to recipients, by State, October 1941:

					Percentage ch	hange from-	
State	Number of recipients	Amount of payments to recipients	Average pay- ment per recipient	September	1941 in—	October	1940 in—
		roupicuts	recapions	Number of recipients	Amount of payments	Number of recipients	Amount of payments
Total for continental United States	76, 096	\$1, 949, 100	\$25. 61	+1.6	+2.0	+5.0	+8.6
Total for 44 States with plans approved by the Social Security Board	51, 783	1, 231, 175	23. 78	+2.7	+3.1	+6.7	+8.3
Alabama	635	5, 719	9.01	116	+1.0	144	
Arizona	404	13, 003	32.19	(1) +1.6	+2.3	+4.4 +9.5	+6.7
Arkansas	1, 150	10, 286	8.94	7	-1.2	+15.0	+30.6
California	7, 306	340, 753	46.64	(1)	1		+8.
Colorado	618	20, 038	32.42	+.7	+1.4	2 +2.8	-3
Connecticut 4	214	6, 080	28.41	+.5	-4.8	+2.4	+20.
District of Columbia	246	7, 424	30. 18	+5.1	+3.3		+1.
Florida 4	2, 631	37, 542	14. 27		+1.5	+10.8	+28
Georgia	1, 663	18, 324	11. 02	+.4		+8.5	+18.
Hawaii	81	1, 244	15. 36	(5) +. 7	(1) +.9	+32.7	(4)+41.1
Idaho	280	6, 424	22.94	-1.4	1	-1.1	4
llinois	7, 339	222,077	30. #6	-2.7	+1.8	-1.1	T.
ndiana	2, 359	49, 610	21.03	+.3	+.6	-1.7	41
ows	1, 555	37, 899	24. 37	+.5	+1.2	+4.5	T.
Cansas	1, 369	30, 709	22, 43	3	+3.3	+.9	110
Louisiana	1, 252	21, 146	16.89	+.3	+.5	+12.4	T12
Maine	1,094	24, 999	22, 85	+.8	+1.2	-6.8	T40.
Maryland	653	14, 161	21.69	+.2	1	-4.9	-0
Massachusetts	1, 181	28, 024	23. 73	8	- 9	+2.9	14
Michigan	1, 332	32, 752	24. 59	+1.8	+2.8	+30.2	+38.
Minnesota	997	26, 761	26. 84	2	3	+6.7	40
Mississippi	1, 203	11, 868	9. 87	+3.8	+6.5	+35.0	+62
Missouri	* 3, 120	8 8£, 800		,	,	,	100
Montana	286	6, 481	22.66	+.4	+1.0	+29.4	+40
Nebraska 4	756	15, 925	21.06	+1.7	+2.1	+8.0	+12
Nevada	28	795	31.80	(1)	(4)	(4)	(1)
New Hampshire		7, 764	23. 39	3	2	+7.8	10
New Jersey	741	17, 779	23. 99	4	2	+.7	4.9
New Mexico.		4, 267	18. 31	+.9	3	+1.7	18
New York	2, 855	76, 970	26.96	8	+21	-1.1	+7.
North Carolina	2, 084	31, 169	14. 96	+.9	+.9	+9.7	+8
North Dakota	136	2, 951	21. 70	+1.5	+2.8	-36.7	-36
Ohio	3, 982	80, 928	20.32	+.1	+.4	1	+3
Oklahoma	2, 181	39, 996	18.34	2	+1.9	-1.5	+14
Oregon	478	12, 399	25.94	+.8	+.9	+4.6	+8
Pennsylvania	13, 910	413, 497	29.73	+.3	4	+4.4	+1.
Rhode Island	98	2, 057	20.99	(1)	(3)	(4)	(1)
South Carolina	796	7,973	10. 02	-1.0	3	+2.6	-4
South Dakota	252	3, 845	15. 26	-1.6	-3.0	+1.2	-11
Tennessee	1, 621	18, 188	11. 22	5	5	6	+.
Texas	1, 252	29, 199	23. 32	(7)	(7)	(*)	(8)
Utah	174	4, 676	26. 87	-2.8	-1.4	-10.8	(-) -3
Vermont	161	3, 529	21, 92	(1)	+.3	+5.9	10
Virginia	1. 057	13, 371	12.65	+.2	T. 3	+2.8	18
Washington	1,067	36, 563	35.09	-1.0			+3
West Virginia	933	19, 849	21. 27		7	2	+13
Wisconsin	1, 970			+2.0	+5.5	+13.4	+36
Wyoming		46, 847	23. 78	5	1	-2.3	-7
** JOHNIE	140	3, 683	26. 31	7	-1.0	-3.4	-

<sup>&</sup>lt;sup>1</sup> For definitions of terms, see the Bulletin, September 1941, pp. 50-52. Figures in italics represent programs administered under State laws from State and local funds without Federal participation. Delaware and Alaska do not have programs for aid to the blind, and information on status of program in Kentucky is not available.

<sup>1</sup> No change.

<sup>2</sup> Decrease of less than 0.05 percent.

<sup>Includes program administered under State law without Federal participation.
Not computed; less than 100 recipients.
Estimated.
Federal funds available but no payments were made under approved plan for September 1941.
No approved plan for October 1940.</sup> 

Table 9.—General relief: Cases and payments to cases in the continental United States, by State, October 19411

					Percentage cl	nange from—	
State	Number of cases receiv- ing relief	Amount of payments to	Average pay- ment per case	September	1941 in—	October	1940 in—
				Number of cases	Amount of payments	Number of cases	Amount of payments
Total for continental United States 3	796, 000	\$18, 587, 000	\$23. 35	-2.6	+0.2	-35.3	-36.
a be ma	2, 320 2, 671	20, 579	8.87	7	-1.5	-6.0	-6
rizona	2, 671	49, 335	18. 47	6	-1.7	-22.9	(1)
hansas	3, 183	14, 525	4.56	-1.4	-1.3	-26.9	-41.
lifornia	32, 502	723, 501	22. 26	-8.1	-9.3	-61.0	-67
olorado (	8, 310	146, 100	17. 58	-6.2	+4.0	-38.7	-18
nnecticut	7, 235	200, 385	27. 70	-3.1	+.2	-48.3	-48
	747	15, 281	20.46	-7.4	-22	-26.3	-29
strict of Columbia	2, 241	55, 245	24. 65	-1.1	+.1	+13.5	+13
orida	8, 193	58, 447	7. 13	-1.0	+.2	-15.5	-
orgia.	6, 017	39, 789	6.61	+3.5	+1.7	-8.4	
ho	1, 324	18, 239	13.78	-2.7	4	-37.9	-4
nols.	105, 907	2, 426, 576	22. 91	-2.5	+.8	-33.0	-3
jana (	23, 185	349, 062	15. 06	-4.1	+1.9	-43.5	-3
<b>1</b>		253, 777	15. 91	-3.4	+2.8 +1.6	-34.9	-3
D\$68	11, 699	189, 156	16. 17	8	+1.6	-29.6	-2
ntucky	8 4, 400	8 43, 000					
isiana	11, 885	190, 505	16.03	5	4	+15.2	+2
ine	5, 639	129, 124	22.90	-1.1	+20	-34.5	-3
aryland	6, 995	147, 843	21. 14	-2.0	-1.9	-16.7	-1
asachusetta	35, 127	936, 983	26. 67	-1.1	+6.7	-38.7	-3
ichigan	31, 335	748, 535	23, 89	+2.6	+13.6	-35.0	-3
innesota	20, 236	430, 821	21. 29	5	+2.9	-34.5	-3
ississippi	693	2, 559	3, 69	-1.1	+4.0	-9.8	+
issouri	14, 978	219, 014	14. 62	+.3	+6.0	-37.4	-2
ontana	2, 592 5, 137	40, 815	15. 75	1	+1.2	-33.5	-3
braska	5, 137	57, 432	11. 18	-2.8	+2.8	-38.9	-3
vada	461	7, 128	15.46	-9.3	-1.6	+7.0	+
w Hampshire	1 3, 600	1 84, 000					
w Jersey 4	23, 268	534, 936	22, 99	-2.5	2	-42.3	-4
w Mexico *	945	6, 152	6. 51	-32.9	-30.4	-41.5	-8
w York	7 179, 585	6, 703, 594	37, 33	-2.4	-2.3	-21.6	
rth Carolina	3, 920	27, 960	7. 13	-24	+1.6	-19.6	
rth Dakota	1, 968	28, 959	14.71	+.7	+4.2	-27.2	-1
lo	42, 188	799, 689	18.96	-2.7	+1.7	-44.7	-
lahoma	8 9, 735	40, 482	(8)	(*)	-14.5	(8)	-1
egob		102, 679	19.06	-1.4	+3.6	-35.3	-
insylvania	87, 261	1, 736, 197	19. 90	-6.9	-23	-45.7	
ode Island •	3,090	122, 718	39.71	+4.0	+34.8	(10)	-
ath Carolina	2,402	19, 825	8. 25	+2.2	+3.2	+10.6	1 +
ath Dakota	2, 574	35, 305	13. 72	+8.8	+15.5	-22.7	-2
anessee		* 16,000					
XBS	8, 881	80, 400	9.05	-1.6	-3.1	-18.5	-
ah	4, 141	103, 790	25.06	+1.6	-3.1	-22.6	-
rmont	1, 383	25, 325	18.31	+2.5		-27. 2	-
rginia	4, 981	50, 095	10.06	-1.1	+2.6 +2.5	-14.6	-
ashington	7, 321	132, 663	18. 12	-1.9	+3.0	-41.1	-:
est Virginia	12,901	132, 994	10. 31	+3.2	+4.7	+17.3	+
isconsin	20, 195	450, 950	22. 33	+.7	+11.1	-47.0	1 -
roming		13, 059	16.79	+1.2	+3.4	-27.7	-

¹ For definitions of terms, see the Bulletin, September 1941, pp. 50-52.
¹ Partly estimated; does not represent sum of State figures, because an estimated number of cases receiving medical care, hospitalization, and/or burial only and total payments for these services in 3 States have been excluded, an estimated number of cases aided and total payments to these cases aided by local officials in Rhode Island have been included, and data on cases aided in Oklahoma have been estimated to exclude duplication.
¹ Increase of less than 0.05 percent.
⁴ Includes unknown number of cases receiving medical care, hospitalization, and/or burial only, and total payments for these services.
¹ Estimated.

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+4.6 +8.3

+5.7 +30.6 +8.4 -3.1 +20.6 +1.5 +28.4 +18.7 +41.1

+.3 -.7 +1.1 +7.0 +12.0 +23.2 -8.3 -8.3 +8.3 +38.7

+8.2 +62.0 40.9

+9.7 +3.3 +5.0 +7.4

+8.5 -36.7 +2.4 -14.9 +8.4 +1.8

-4.2 -11.0 +.6

-3.0 +8.5 +3.9 -13.9 -36.2 -.2 -7.1

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<sup>&</sup>lt;sup>6</sup> State program only; excludes program administered by local officials.
<sup>7</sup> Includes cases receiving medical care only; number believed by State agency to be insignificant.
<sup>8</sup> Represents 3,778 cases aided under program administered by State board of public welfare, and 5,967 cases aided by county commissioners; amount of duplication believed to be large; average per case and percentage change in number of cases cannot be computed.
<sup>9</sup> State unemployment relief program only. It is estimated that, in addition, 1,600 cases received 332,000 from local officials.
<sup>10</sup> Comparable data not available.

## Statistics by States, September 1941

Total expenditures less than in August in 30 States.-In September, total payments to recipients of public assistance and earnings under the several Federal work programs were less than in August in all but 19 States. Decreases occurred in earnings of CCC enrollees in 45 States. and subsistence payments by the FSA decreased in 41 States. Obligations incurred for general relief were less in 30 States, and decreases occurred in earnings of persons employed on WPA projects

Table 10.—Public assistance and Federal work programs: Assistance and earnings in the continental United States, by State, September 19411 [In thousands]

	-		Assist	ance to re	cipients		Earning	s of persons	employed programs	under Fee	deral work	
State	Total	Specia	d types of passistance	oublie		Subsistence payments certified	Civilian	Nationa Admini		Work	Other Federal agency	Earnings on regular Federal
		Old-age assist- ance	Aid to depend- ent children	Aid to the blind	General relief	by the Farm Security Adminis- tration	Conservation Corps	Student work program	Out-of- school work program	Projects Adminis- tration	projects financed from emergency funds	construc- tion projects
Total	\$158, 637	\$46, 181	\$12, 562	\$1,910	3 \$18, 546	\$318	\$10, 665	\$145	\$7, 384	\$60, 285	\$642	\$137, 116
Alabama	2, 251 927	186 305	82 81	6	21 50	7 23	442 144	10	191 21	1, 306 286	2 3	6, 16
Arkansas	1, 883	194	85	10	15	3	535	9	155	877	9	113 50
California	11, 027	5, 776	733	341	797	51	213	5	214	2,872	24	13, 62
Colorado	2,747	1, 530	188	20	140	7	85	3	73	691	10	71
Connecticut	1, 186	509	51	6	200	(5)	16		67	336	(8)	2, 10
Delaware	194	29	20		16		7		11	113		42
District of Columbia	649	91	38	7	55		27		25	383	23	2, 54
Florida	2, 321 2, 419	505 443	102 101	37 18	58 39	2	218 443	(5)	102 212	1, 269 1, 150	27	2, 26
50								( )				
daho	701	218	94	6	18	5	23		32	302	3	16
Illinois	11, 376	3, 539	175	219	2, 407	6	341	3	520	4, 097	70	5, 67
ndiana	3, 779 2, 720	1, 277	473	49 37	247	2 2	113	5	182	1, 334	2	8, 14
Cansas	2, 179	1, 201	201	30	186	5	80 108	3	139 115	945 904	2	50
Kentucky	2,672	532	0 15	30	1 43	6	595	2	189	1, 291		1,90
Louisiana	2, 687	469	404	21	191	2	340		147	1, 112		90
Maine	883	292	67	25	127	5	34	20	81	233	(4)	1, 22
Maryland Massachusetts	1, 177	318 2, 527	194 692	14 28	151 878	(4)	53 129	2	67 246	373 2, 606	6	8, 12
		2,021	092			1		-				
Michigan		1, 612	876	32	659	12	247	(4)	324	2, 087	(3)	1, 12
Minnesota	4, 214	1, 367	317	27	419	21	211		137	1, 716		- 7
Mississippi Missouri	1, 788 4, 911	240 1, 490	45 327	11 + 83	207	3 11	410		144 203	926 2, 167	(4)	3, 2
Montana.	889	259	78	6	40		58		203	405		4,4
Nebraska.	1, 651	506	158	16	56	10	80		81	712		9
Nevada	150	64	3	1	7	(5)	11		6		(3)	90
New Hampshire		157	30	8	83	1	11	1	22			1, 4
New Jersey	3, 790	674	307	18	4 536		117		209			6.3
New Mexico	888	80	52	4	7 9	5	196	1	36	476	27	8
New York	18, 590	3, 023	1, 474	75	6, 864	4	389		724	6, 013	21	5,6
North Carolina	2, 431	391	165	31	28		374	7	256			2.5
North Dakota		167	76	3	28		71		. 32			1
Ohio	8, 547	3, 258	468	81	786				370			5,7
Oklahoma	3, 806	1, 395	353	39	47							
Oregon Pennsylvania	1, 199 12, 266	469 2, 306	2, 194	12	1 777				37			
Rhode Island	614	2, 306	2, 194	415	1,777	(5)	10		478			1,8
South Carolina.	2,086	159	67	8	19				96			
South Dakota	844	283	46	4								1
Tennessee	2,451	406	264	18	* 15	3	475	16	143	1, 111	(1)	4.7
Texas.	6, 921	2,811	1 1	(9)	83							6.4
Utah	1, 188	391	171	8	107	3			26			1
Vermont	310	98	22	4	25	1			. 20	134	(5)	1 1
Virginia	1, 488	204	93	13		3	369			598	(8)	7,8
Washington	3, 311	1, 994	208	37		5	68	5 (8)	79	792		5, 1
West Virginia	2, 427	338	282	19				5		1, 232		2 1,
Wisconsin	3, 960		452	47								
Wyoming	262	85	25	4	13	3	16		. 15	99	1	3

See footnotes to table 2.
 Figures in italics represent programs administered under State laws from State and local funds without Federal participation.
 Partly estimated; does not represent sum of State figures, because total payments for medical care, hospitalization, and burial in 3 States have been excluded and an estimated amount expended by local officials in Rhode Island has been included.
 Includes total payments for medical care, hospitalization, and/or burial.

<sup>&</sup>lt;sup>5</sup> Less than \$500. <sup>6</sup> Estimated.

Estimated.
 State program only; excludes program administered by local officials.
 State unemployment relief program only; it is estimated that, in addition,
 \$23,000 was expended by local officials.
 Federal funds available, but no payments were made under approved.

plan for September.

in 26 States. Earnings under the out-of-school work program of the NYA were smaller in 27 States, but earnings under the student work program increased in all 33 States participating in this program in September. Earnings of employees on other Federal agency projects financed

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from emergency funds decreased in 24 States.

Increases in obligations incurred for payments to recipients of old-age assistance were reported by 41 States and to recipients of aid to the blind by 30 States. Payments for aid to dependent children, however, decreased in 25 States.

Table 11.—Public assistance and Federal work programs: Recipients of assistance and persons employed in the continental United States, by State, September 1941

		1	Recipients	of assistan	ce		Persons	employed	under Fe	deral work	programs	1
	Special	types of	public assi	stance <sup>3</sup>		Cases for which sub- sistence		National Admini	Youth stration		Other Federal	Persons employee
State	Old-age assist-	Aid to de	ependent dren	Aid to	Cases receiving general relief	payments were certi- fied by the Farm	Civilian Conser- vation Corps	Student	Out-of- school	Work Projects Admin- istration	agency projects financed from	Federal construc- tion projects
	ance	Families	Children	blind		Security Adminis- tration		program	program		emergency funds	
Total	2, 204, 390	383, 785	926, 148	74, 894	3 817, 000	4 10, 902	159, 289	32, 413	307, 877	1, 007, 486	5, 169	834, 92
labama rizona rizona alifornia olorado onnecticut telaware olstrict of Columbia lorida	9, 057 25, 505 158, 463 42, 697 17, 594	5, 767 2, 455 6, 339 15, 386 6, 223 1, 208 590 1, 007	16, 676 6, 646 16, 309 36, 608 15, 286 £, 775 1, 671 2, 946	625 404 1, 158 7, 309 614 213	2, 337 2, 687 3, 228 35, 375 8, 861 7, 463 807 2, 265	1, 027 100 2, 525 308 1	6, 573 2, 278 7, 967 3, 181 1, 279 235 90 400	2, 120 2, 386 828 729	8, 213 930 8, 591 9, 541 2, 780 2, 673 510 1, 038	24, 917 4, 139 21, 738 42, 564 11, 269 4, 301 1, 288 4, 739	34 30 167 66 3	35, 96 1, 17 5, 09 70, 86 3, 97 12, 87 3, 44 14, 47
loridaleorgia	38, 073	4, 305 4, 612	10, 649 11, 343	2, 620 1, 652	8, 274 5, 813	46 101	3, 249 6, 588	279 66	4, 813 8, 963	20, 796 23, 250	247 105	18, 51 18, 98
daho	148, 749 68, 665 57, 183 29, 745 59, 261 35, 610	3, 075 7, 409 15, 912 3, 413 6, 545 6 400 15, 270 1, 691 6, 052 12, 471	7, 780 16, 576 33, 082 7, 660 15, 605 1, 300 38, 813 4, 446 16, 595 30, 632	284 7, 841 2, 352 1, 547 1, 373 1, 248 1, 085 652 1, 190	1, 361 108, 606 6 24, 172 16, 510 11, 797 6 4, 700 11, 944 5, 700 7, 137 35, 505	240 271 72 79 182 90 98 155 41	341 5, 068 1, 677 1, 199 1, 619 8, 848 5, 054 509 789 1, 913	725 1, 269 944 2, 060 488 241 2, 355	1, 287 19, 679 7, 667 6, 385 4, 871 8, 509 7, 437 2, 615 2, 736 9, 577	4, 775 65, 827 22, 987 15, 363 15, 836 25, 308 20, 723 3, 284 5, 251 35, 982	30 561 10 14	1, 38 25, 12 37, 31 4, 10 4, 77 14, 81 7, 44 9, 32 17, 46 32, 22
Aichigan Ainnesota Aississippi Aissouri Aontana iebraska Ievada Iew Hampshire iew Jersey New Mexico	63, 426 27, 147 116, 192 12, 460 29, 299	21, 442 9, 283 2, 196 14, 278 2, 618 5, 748 119 679 9, 707 2, 038	50, 524 22, 071 5, 760 32, 942 6, 416 12, 867 280 1, 691 22, 122 5, 785	1, 308 900 1, 150 4 3, 120 285 743 26 333 744 231	30, 555 20, 341 701 14, 930 2, 595 5, 285 508 3, 781 1 23, 867 7 1, 409	193 216 94 557 469 356 2 18 14	3, 670 3, 179 6, 099 6, 123 914 1, 193 169 165 1, 740 2, 958	13 1, 519 2, 843 297 60 348	11, 375 5, 627 6, 788 11, 320 1, 055 3, 480 255 917 7, 774 1, 656	33, 118 27, 509 20, 564 36, 740 5, 722 15, 326 3, 657 27, 706 7, 765	7 19 8 37 200 1 1 8 156	7, 52 21, 12 23, 91 2, 17 6, 43 1, 66 8, 33 37, 32
lew York. forth Carolina forth Dakota. hlio hlo hlo hlaboma bregon eennsylvania thode Island outh Carolina outh Dakota.	122, 096 38, 531 9, 390 138, 692 77, 365 21, 534 102, 694 7, 188 18, 524	31, 709 9, 847 2, 456 11, 794 19, 982 2, 061 58, 984 1, 288 3, 879 1, 677	62, 481 23, 397 6, 773 31, 491 45, 889 4, 850 147, 811 3, 645 11, 331 3, 895	2, 879 2, 065 134 3, 980 2, 185 474 13, 864 93 804 256	* 183, 950 4, 018 1, 954 43, 373 10, 436 5, 465 93, 700 10 2, 972 2, 350 2, 365	138 329 45 160 (*) 425 249 3 14 272	5, 796 5, 568 1, 089 4, 562 7, 405 528 9, 006 153 3, 548 1, 424	1, 115 722 417	25, 646 12, 178 1, 373 15, 168 7, 566 1, 600 16, 820 1, 084 3, 764 1, 405	27, 691 5, 960 70, 226 3, 971 20, 628	134 59 2 214 37 53 176 2, 043	19, 90 1, 25 31, 75 8, 22 16, 05 45, 13 15, 17
l'ennessee. l'exas. l'tah. l'ermont. Virginia. Washington West Virginia. Wisconsin. Wyoming.	39, 821 150, 250 14, 567 5, 722 20, 237 60, 786 20, 625 54, 308	14, 175 11 84 4, 040 689 4, 636 5, 305 10, 031 12, 142 768	35, 414 11 169 10, 581 1, 850 13, 630 12, 744 26, 665 27, 701 1, 975	1, 629 (11) 179 161 1, 055 1, 052 915 1, 979 141	9, 024 4, 075 1, 349 5, 035 7, 461 12, 496 20, 060	53 216 49 237	988 4, 325 2, 719	299 3 1, 219 673	3, 208 5, 116	55, 662 6, 519 2, 064 112, 233 10, 702 22, 118 2 22, 639	31	33, 24 47, 22 3, 5- 1, 22 48, 10 27, 9 7, 0 5, 3

¹ See footnotes to table 3.
² Figures in italics represent programs administered under State laws from State and local funds without Federal participation.
² Partly estimated; does not represent sum of State figures, because an estimated number of cases receiving medical care, hospitalization, and/or burial only in 3 States has been excluded, an estimated number of cases aided by local officials in Rhode Island has been included, and data on cases aided in Okiahoma have been estimated to exclude duplication.
⁴ Total includes data for Okiahoma in which number of cash grant payments canceled during month exceeded number of cash grant payments estimated by 36.
⁴ Includes unknown number of cases receiving medical care, hospitalization, and/or burial only.

Estimated.
 State program only; excludes program administered by local officials.
 Includes cases receiving medical care only; number believed by State agency to be insignificant.
 Represents 3,878 cases aided under program administered by State board of public welfare, and 6,558 cases aided by county commissioners; amount of duplication believed to be large.
 State unemployment relief program only; it is estimated that, in addition, 1,900 cases were aided by local officials.
 Federal funds available, but no payments were made under approved plan for September.

# EMPLOYMENT SECURITY

BUREAU OF EMPLOYMENT SECURITY • REPORTS AND ANALYSIS DIVISION

# **Operations of the Employment Security Program**

Labor-Market Developments, October 1941

The paradox of continued expansion in industrial employment for the Nation as a whole at the same time that unemployment arising out of shortages of materials and equipment seriously affects numerous localities will apparently be the main characteristic of the labor market during the winter and early spring months. In October, unemployment sank to its lowest point since 1930. In nearly all industries directly connected with the defense effort, the expansion in employment and production continued steadily upward despite the fact that in most lines employment and production peaks already far surpassed those ever attained in the past. However, for the Nation as a whole, employment remained at virtually the same level as in the previous month, and it was evident that the extraordinarily high rate of expansion of the past year had slackened, at least temporarily. Outside of manufacturing, the great contra-seasonal volume of construction work throughout the country is, and probably will continue to be, the most important force sustaining the level of employment. The present building boom, largely of defense plants, Army cantonments, and air bases, rivals that of a year ago when the country first began to build accommodations for its expanding Army and Navy and to construct aircraft and powder plants, arsenals, and shipways. This boom will probably extend at least into the early part of 1942, by which time many of the more important projects under contract as of November will be completed.

Whether the leveling off in the expansion of employment will be brief depends not only on the rate of expansion in defense production but also upon the effectiveness of measures taken to minimize the shock of priorities, limitation orders, and other restrictions upon the supply of materials and equipment. As of early November, the actual amount of labor displacement caused by shortages has not been serious, except in a few localities. However, stock piles and inventories in numerous durable consumer-goods industries unable to obtain new supplies are rapidly approaching depletion, and as a result wholesale lay-offs totaling

thousands may take place the early part of 1942. Offsetting these mass lay-offs, many new defense plants, to be completed during the first half of 1942, will give employment to thousands of workers. Unfortunately, numerous communities which undoubtedly will be hard hit by priorities are not located near any of these new defense plants.

Aircraft and shipbuilding continue to lead all other major defense industries in the recruitment of workers. Approximately 24,000 workers were added to private shipbuilding yards and 16,400 to aircraft plants during October, according to estimates of the Bureau of Labor Statistics. The extraordinary advances already achieved by these two industries will be continuously augmented as one new plant after another begins production and as existing plants expand their present facilities. The BLS further estimates that, since June 1940, wage earners in private manufacturing establishments have increased by more than 2.5 million. Blast furnaces, steel works, rolling mills, foundries, machine shops, and manufacturers of electrical machinery, apparatus, and supplies, accounted for about half the gain.

The spreading picture of boom towns and distress areas was most clearly evident in the upper Mississippi River and Ohio Valley States. For example, employment in the Louisville, Kentucky, area has risen 20 percent in a year and will undoubtedly reach greater heights as new defense plants now under construction go into operation. Just 100 miles away in Evansville, Indiana, on the other hand, curtailment of the production of automobiles and electric refrigerators and shortages of materials affecting other plants in the area threatened an almost complete cessation of employment. As a result, the Office of Production Management certified Evansville as a distress area, thereby giving local manufacturers preferential status in bidding on defense contracts.

The situation in Michigan and Wisconsin was especially serious. In Wisconsin, Manitowoc and Kenosha-Racine were certified in September as distress areas. Ripon and LaCrosse were added to the list in October, the former largely because

of a shortage of aluminum and the latter because of the curtailment of production of automobiles and heating and air-conditioning equipment and the shortage of rubber stocks. In Michigan, the cities of Greenville (refrigerators) and Grand Rapids (refrigerators and automobile parts) were certified during the month. By the first of November, 11 communities had been certified. The other four were Meadville, Pennsylvania (zippers), Mansfield, Ohio (refrigerators), Newton-Kellogg, Iowa (washing machines), and Eatonton, Georgia (aluminum ware).

Metal shortages are beginning to affect employment adversely in a large number of industries. Insufficient supplies of steel and steel scrap have forced lay-offs or reduced hours of work at many blast furnaces, steel works, rolling mills, finishing mills, watch-and-clock firms, metal-furniture establishments, stove and vacuum-cleaner plants, and on numerous construction projects. Priorities on chemicals are curtailing employment at hundreds of plants; shortages of dyes, bleaches, and other chemicals have caused serious lay-offs in the textile dyeing and finishing industry and in many paper mills. The entire costume-jewelry industry of Rhode Island and Massachusetts was threatened with an almost complete shut-down by the shortage of copper, brass, nickel, aluminum, and copper and gold wire.

The diversity and extent of the probable labor displacement is illustrated by the variation in New England alone of the industries affected by material shortages—brass for plumbing supplies, steel springs for clocks, steel structural forms for buildings, steel plates for ships, chemicals for plastic products, dyes for textile dyeing and paper converting, and rayon yarn for broad-weaving mills. On the Pacific Coast, priorities and limitation orders may reduce employment primarily at automobile-assembly plants, on construction projects, and, temporarily at least, at iron and steel mills. Throughout the country, sales and distributive forces are also beginning to be affected by the reduction in the flow of materials and supplies; workers engaged in selling and distributing automobiles, refrigerators, washing machines, stoves, and other consumer goods are being laid off in many areas.

Even though the actual volume of lay-offs because of priorities was not large for the country as a whole, the feeling of insecurity among workers in many of the industries which are beginning to bear the incidence of material shortages has stimulated the already strong trend of migration from nondefense to defense industries. Many nondefense plants still able to provide full employment for their working force are, nevertheless, losing skilled workers to establishments in defense industries, not because of differences in wage rates but solely because workers wish to obtain permanent jobs in expanding defense plants before such expansion ceases, and their present employers are forced to curtail production

No slackening has occurred in the radical redistribution of labor which has arisen out of the expansive forces of the defense program. Workers are migrating, not only from centers of unemployment, but also from areas characterized by lowwage industries to communities where the demand for labor is strong and wages relatively high. The movement of workers from rural to urban areas, from one region of the country to another, from industry to industry, and from one firm to another firm within the same industry is being accentuated not only by wage differentials but also because of the longer workweek and the opportunities for overtime pay in innumerable defense industries.

A slight reversal in this stream of migration, however, is gradually taking shape. Hundreds of workers who have migrated to defense centers in such States as California and Connecticut are now returning home because of expanding employment opportunities in their home areas. For example, the demand for labor in Utah at new defense establishments in Ogden, Provo, and Salt Lake City has attracted from the West Coast many workers who had left Utah for employment in the aircraft factories of California. Another factor reversing the usual migration trend has been the gradually rising wage level throughout the country, especially in areas where it had formerly been relatively low. Employers in the low-wage industries and areas are being compelled to raise wages in order to retain their workers. Unsatisfactory community facilities in defense areas, especially for housing, sanitation, and schools, is another disruptive development. The turn-over among workers in many defense centers is extremely high, partly because workers are dissatisfied with the housing accommodations and other community facilities available to them and migrate to other defense centers where conditions are more satis-

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factory. In a number of areas, rises in the cost of living have offset the high wages paid defense workers to such an extent that many of them have quit their jobs and returned to their former homes where, even though wages are lower, living arrangements and costs are much more satisfactory.

In more than a hundred highly skilled occupations essential to national defense, workers are almost unobtainable. Shortages are especially severe in the metal trades and in shipbuilding and aircraft occupations. Some of these stringencies may be relieved by the release of skilled workers from consumer durable-goods plants affected by priorities, but for most of them reliance must be placed upon training, upgrading of workers, and dilution of jobs. In various sections of the country, however, especially in the Rocky Mountain area and in the North Central States, large pools of semiskilled and unskilled workers are still available.

The higher quit and discharge rates of workers in virtually every industry increasing production over a year ago, as reported by the BLS, illustrate the break-down of employer specifications and the difficulties of assimilating the large volume of new workers. In almost every industry and every locality where the demand for labor is strong, employers are continuously relaxing their hiring specifications. Youths, older workers, women, Negroes, and others are finding job opportunities where none existed before. Women workers especially are being recruited for aircraft and ordnance plants, as employers more and more recognize their superior ability in manipulating small objects and their greater attention to detail.

Shortages of unskilled workers have appeared in certain industries and areas, although the unskilled labor reserve is still plentiful for the country as a whole. Stringencies resulting from the actual exhaustion of the local supply of unskilled workers are as yet rare but have occurred in such cities as Bath, Maine, and a few other shipbuilding centers. In other localities, however, apparent shortages of such workers are closely related to substandard wage levels. In many agricultural areas, a "scarcity" of harvest workers was quickly dissipated when wage offers were increased, as in the Cotton Belt, where wages in some sections were double those of last year. Higher farm wages increased the labor supply by encouraging the migration of seasonal workers and by drawing into agricultural employment certain groups which would otherwise have sought work elsewhere. In some of the cotton and small-grain States, for example, migratory construction workers who had not yet obtained employment were drawn to the harvest fields by the higher wages offered, as were many women who would not otherwise have taken employment.

Higher wages in competing employments are also producing apparent labor shortages in various relatively low-paid occupations. Many areas reported marked shortages of domestic and other service workers, salesmen, and office clerks, because of their shift to defense industries. To overcome labor deficiencies, a few department stores have gone on a 5-day week and others are planning to recruit employees from among high-school students; wages are also being raised.

The decrease or near exhaustion in some areas in the number of persons available for referral to training courses was further evidence of the diminishing supply of unskilled workers. The small numbers available for referral were, however, also attributable to other factors, including high entrance requirements, sex and color restrictions. low beginning wage rates in some defense industries, the opportunities for in-plant training, the cost of subsistence during the training period, and the lack of employment opportunities in specific localities. Some break-down of restrictions has already taken place in the training program, however, particularly with regard to women trainees for such occupations as sheet-metal work, light welding and assembly, and inspectionespecially in the aircraft, ordnance, and electricalmachinery industries.

#### Labor Available in Selected Defense Occupations, October 1941

Shortages of strategic materials and the increasing curtailment of nondefense production were manifested in a 2.2-percent rise from September 13 to October 18 in primary registrations of fully qualified and available job seekers in 623 selected defense occupations. This is the first increase in such registrations in the 6 months for which comparable data are available. The bulk of the 229,000 registrations (table 1) continued to appear in the textile and construction occupations, which, as in September, accounted for nearly 100,000 of the total.

The rise in registrations may be attributed in part to the curtailment of production in the automobile, refrigerator, washing-machine, and other consumer durable-goods industries. Indicating this trend, primary registrations in metalmachining occupations rose 9.2 percent to 13,000, registrations in assembly occupations rose 5.3 percent to 23,000, and registrations in inspecting, testing, and adjusting occupations mounted 23.6

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percent to 2,000. The conversion of nondefense plant capacities to defense production and the increasing needs of defense industries will probably result in the rapid reabsorption of most of these workers.

Of growing significance, also, was the shortage of materials for some defense industries. Deficiencies of pig and scrap iron, steel, aluminum, copper, and other metals were reflected in in-

Table 1.—Primary registrations of fully qualified and available job seekers in 623 selected occupations, by State and occupational classification, October 18, 1941

[Corrected to Nov. 5, 1941]

del Committee Donal mariem and Otata			Technical, profes-	Hot	Cold	Metal	Metal		Installa- tion,	Elec-	Textile,	Build-	
Social Security Board region and State	Num- ber	Percent- age dis- tribution	sional, and kindred	metal fabri- cating	metal fabri- cating	ma- chining	finish- ing	Assem- bly	mainte- nance, and repair	tricians and related	ment, and related	ing con- struc- tion	All
Total, 49 States	229, 088	100.0	6, 407	9, 976	13, 266	13, 274	6, 615	22, 601	20, 184	9, 853	16, 545	81, 693	28, 6
Region I:													
Connecticut	1,078	. 5	44	49	91	133	85	64	84	44 71	152	244	1
Maine	1,588	.7	45	69	15	94	36	67	147	71	316	506	
Massachusetts	5, 838	2.5	168	165	232	336	165	398	444	157	1, 195	1,813	1
New Hampshire	1, 353	.2	14 25	11 27	34	18	7	10	55	14	72	155	
Vermont	268	.6	18	7	10	72 12	10	42 11	97 23	24	723	198 74	1
Region II:	200		40		10	12		**	20	12	41	19	
New York	23, 445	10.2	826	378	1, 106	1,004	401	1,742	1, 476	1,870	2, 289	10, 039	2:
Region III:					-,	.,		-,	-,	-,0.0	-,	10,000	1 -
Delaware		. 2	9	13	28	15	3	52	37	14	11	125	
New Jersey	7, 129	3.1	251	254	418	409	166	699	520	328	1, 123	1,992	1
Pennsylvania	12, 239	5.3	376	797	666	932	313	1,043	946	480	2, 627	2,315	1,
Region IV: District of Columbia	729	.3	99	18	72	18	2	54	33	20	-	000	
Maryland	956	.4	19	33	106	51	25	116	68	30	120	287 240	1
North Carolina.	4, 397	1.9	17	65	78	44	28	88	186	86	685	2, 837	
Virginia	2, 107	.9	45	59	67	85	22	138	134	84	297	950	
West Virginia.		. 6	52	132	84	44	21	125	125	91	88	472	1
Region V:										-			1
Kentucky	3, 799	1.7	67	202	147	169	72	309	337	146	100	1,770	
Michigan	18, 227	8.0	222	1, 269	2,655	2, 290	1, 569	3,868	811	357	584	1,956	2,
Ohio	12, 731	5. 6	393	946	1,650	1, 331	800	1, 596	870	389	609	2, 254	1,
Illinois	13,977	6.1	532	1,059	1, 278	1, 428	659	1, 549	1 216	482	467	9 090	
Indiana.	7, 532	3.3	255	504	607	893	458	853	1,316		85	3,032	2,
Wisconsin	5, 159	2.2	124	303	408	360	286	747	376		41	1, 555	1,
Region VII:	0,100			900	100	000	-		0.0	201	**	1,000	
Alabama	4, 702	2.1	54	269	100	83	66	154	375	146	857	2,011	1
Florida	3, 492	1.5	103	35	-63	112	28	198	359		58	2,001	
Georgia	7, 228	3.2	91	201	137	133	103	404	561		1,725	3.033	
Mississippi	2,638 2,265	1.1	43	56	31	31	56	76	187		76	1,711	1
South Carolina Tennessee	4, 057	1.0	22 66	23 282	20 189	24 114	23 87	35 262	164 366		655 571	1, 100	
Region VIII:	1,007	1.0	00	404	100	1112	01	202	300	102	0/1	1,368	
Iowa	3,022	1.3	48	129	196	189	74	337	401	225	41	1,037	
Minnesota		1.8	193	176	214	211	83	308	603		48	1,396	
Nebraska	1, 295	.6	42	47	87	62	5	138	192		12	424	
North Dakota	344	.1	15	13	8	7	1	20	47		2 2	192	
South Dakota	634	.3	19	26	15	10	4	41	92	34	2	355	
Region IX: Arkansas	10, 142		105	292	131	019	160	404	700	400	- 40	0.000	
Kansas	5, 581	2.4		202	228	213 211	100	614	730 697		49 13	6, 658 2, 488	
Missouri	11, 048	4.8	236	426	569		183	1,079	1, 178		99		
Oklahoma	5, 404			206	167	175	30	589	624		64	2, 613	
Region X:	,	1	1	-	1		-	000	02.			-,010	
Louisiana			50	33	68	83	20	214	219	108	47	1,260	
New Mexico				55	21	28	9	86	137		14		
Texas	. 10, 808	4.7	257	229	238	440	122	1,410	1, 242	351	276	5, 075	1,
Region XI:			7	40	100	1		-	1				
Colorado				105	10				116				
Idaho.			26	64	14		10 20				21	765 604	
Montana.			14	19	1 1	3						195	
Utah		1 .4	43	89	17				161				
Wyoming.				6	1								
Region XII:													
California				386	830	788							
Nevada	220		10	8	4	7	3		38				
Oregon Washington	1,550 2,496			122	34 68							608	

<sup>&</sup>lt;sup>1</sup> Includes inspecting, testing and adjusting, woodworking, chemicals, and miscellaneous occupational classes.

creases in primary registrations of available workers for both hot and cold metal fabricating. The former increased 8.3 percent to 10,000, and the latter 9.7 percent to 13,300 registrations.

Labor shortages persisted, nevertheless, in many key defense occupations, especially in the ship and boat building, aircraft, and ordnance industries. These inadequacies were further intensified by the fact that the areas of adequate labor supply did not coincide geographically with the areas producing defense goods, where the need for such workers was greatest.

Serious deficiencies in local supply continued in the vital ordnance and machine-tool centers of Connecticut and the aircraft plants and navy yards of Maryland. Connecticut had 1,080 primary registrants on October 18 to meet an estimated need for 18,000 workers in the next few months, and Maryland had only 960 available registrants for 31,000 anticipated jobs. On the West Coast, similar shortages were reported for California, Oregon, and Washington.

Primary registrants in California increased 2.8 percent to 14,200. Part of the increase resulted from curtailment of nondefense production; most of the rise, however, is accounted for by the increased number of registrants in the buildingconstruction industry. Less than 10,000 primary registrants were available to fill six times that number of anticipated openings in the aircraft, ship and boat building, and other defense industries. The 1,600 registrants in Oregon and 2,500 in Washington, although above the September 13 figures, were considerably below the numbers necessary to meet anticipated needs, which are estimated at about 12,000 for each State. Migration to the West Coast States may become an increasingly important factor in future labor supply as the defense vocational training program expands in the Rocky Mountain and North Central areas.

Defense construction work and the migration of workers to other defense areas continued to draw on available registrants in Minnesota, Nebraska, and North Dakota. In Iowa, however, lay-offs in the washing-machine and other durable consumer-goods industries have tended to increase the supply of available workers.

Curtailment of nondefense durable-goods production is resulting in a new source of skilled labor for defense plants in the Great Lakes region.

Lay-offs in plants producing automobiles, automobile accessories, glass, washing machines, refrigerators, and stoves contributed to the 16-percent increase to 18,200 primary registrants in Michigan. Defense automotive equipment, aircraft, nonelectrical-machinery, and iron and steel industries in the State should absorb one and a half times this number of workers in the next few months.

The increase of 18 percent in primary registrations in Illinois is attributable in part to serious curtailment of the production of stoves and other heating equipment. More than 3,000 of these 14,000 registrations, however, were in building-construction occupations, while the State's predominant defense labor needs were in the aircraft, electrical and nonelectrical machinery, iron and steel, and railroad-equipment industries.

The 8.3-percent increase in primary registrants for Pennsylvania reflects in part increased lay-offs in refrigerator, electrical-equipment, aluminum, and automobile parts and assembly plants. Although the total number of primary registrants in Ohio showed almost no change from September 13, there have been significant lay-offs in the household electrical equipment and other non-defense industries in which metals are used. These lay-offs have been offset, however, by placements in defense plants. It is expected that 50,000 defense workers will be needed in Pennsylvania in the coming months and 38,000 in Ohio.

With two-fifths of New York's 23,400 primary registrants concentrated in building-construction trades, the 16-percent increase over September 13 is accounted for largely by the addition of almost 2,100 registrants in that industry alone. Lay-offs in nondefense plants, due to curtailment of material supplies, have caused increases in a number of other occupational groups. Stringencies continued in the supply of workers for the machinery and aircraft plants in the State.

### Placement Activities

The number of jobs filled by the public employment service showed a counter-seasonal decline of 1 percent in October. The number of placements—539,000—was second only to the record high of the previous month and was 32 percent above the same month of last year. Although job applications rose 6.5 percent to 1.5 million, partly because of the completion of defense construction projects and of priorities unemployment, the active file

continued to decrease. The 4.2 million persons registered for work in October constitute the smallest number on record.

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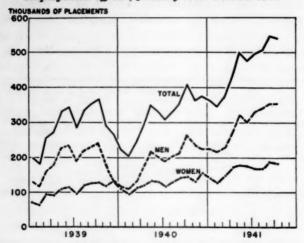
The public employment service filled 4.6 million jobs in the 10 months January-October, one and one-half times the number filled in the same

Table 2.—Placement activities of public employment offices for all registrants, by State, October 1941
[Corrected to Nov. 24, 1941]

				Complet	e placemen	its				Total apprecei	olications ved	Active fil	e as of O	ctober
		Octobe	r 1941		J	anuary-Oc	tober 1941						Perce	
Social Security Board region and State		Perce			Te	otal	Regu	ılar	Supple- mentary place-		Percent-			
	Num- ber	Sep- tember 1941	Octo- ber 1940	Regu- lar (over 1 month)	Number	Percent- age change from Jan- uary- October 1940	Number	Per- cent of total	ments	Number	change from Sep- tember 1941	Number	Sept. 30, 1941	Oet. 31, 194
Total	539, 001	-1.2	+32.3	341, 757	4, 591, 233	+51.0	2, 925, 479	63. 7	395, 570	1, 487, 603	+6.5	4, 241, 918	-2.6	1 -8.
connecticut  Connecticut  Maine  Massachusetts  New Hampshire  Rhode Island  Vermont	5, 090 9, 328 2, 312 2, 024	-1.3 -3.3 -9.6 -21.3 -7.0 -19.6	+11.5 +154.0 +58.9 +9.4 +50.5 -4.5	6, 223 3, 987 7, 302 1, 707 1, 641 769	86, 816 39, 450 88, 747 22, 273 20, 803 11, 859	+59.3 +103.3 +119.0 +11.7 +158.0 +24.5	62, 510 30, 831 72, 240 17, 078 17, 301 6, 929	72. 0 78. 2 81. 4 76. 7 83. 2 58. 4	10 0 15 33 1	21, 192 11, 307 56, 826 6, 704 9, 090 2, 693	-2.7 +17.8 +8.4 +12.8 +9.8 +16.0	30, 531 20, 634 125, 882 10, 769 26, 879 5, 996	-13.7 +2.2 -6.9 +2.6 +5.6 +9.1	-49 -21 -5 -35 -17 -50
legion II: New York		-11.4	+45.9	30, 868	467, 539	+72.4	265, 506	56.8	895	169, 161	+11.4	405, 799	+5.5	-14
legion III: Delaware 'New Jersey Pennsylvania	1.498	-23. 4 -1. 2 9	-21.5 +41.6 +43.4	634 10, 617 17, 901	15, 065 157, 561 199, 137	+26.2 +65.9 +56.4	7, 575 98, 971 146, 985	50.3 62.8 73.8	49 2 2,080	2, 580 56, 149 103, 575	-15.2 +14.2 +9.3	6, 622 153, 783 265, 445	-4.3 3 -2.5	-30 -21 -14
legion IV: Dist. of Col	5, 948 6, 120 13, 435	+4.6 -8.4 -12.4 +3.6 +5.3	+14.9 +15.9 +5.0 +23.8 +31.0	2, 851 4, 310 9, 047 7, 706 3, 429	53, 245 61, 715 161, 000 109, 578 39, 563	+37. 2 +58. 5 +127. 8 +91. 6 +46. 1	24, 994 41, 312 132, 462 84, 139 25, 452	46.9 66.9 82.3 76.8 64.3	6, 624 142 315	12, 633 23, 125 32, 888 24, 228 14, 904	+16.9 -3.4 +1.2 +14.3 +4.6	19, 630 29, 806 89, 749 47, 759 48, 948	+.9 +2.5 7 -8.1 -13.3	-21 -4 +1 +1 +1
egion V: Kentucky Michigan Ohio	4, 189 16, 144 28, 637	-3.9 +7.1 -4.1	+23.6 +11.4 +53.2	3, 058 10, 521 16, 674	39, 727 141, 525 245, 349	+49.4 +28.9 +64.4	27, 284 94, 336 141, 562	68. 7 66. 6 57. 7	119 414 355	19, 628 57, 625 67, 091	+5.5 -1.2 +8.0	75, 344 125, 619 201, 845	-5.4 +.5 -5.1	-1 -3 -4
Illinois Indiana Wisconsin	22, 527 13, 455 10, 253	+1.2 -9.0 -15.0	+37.6 +21.6 +25.6	14, 334 8, 885 5, 775	213, 392 127, 927 98, 526	+59.8 +62.5 +45.9	130, 076 85, 442 58, 295	61. 0 66. 8 59. 2	1, 639 543 396	75, 594 36, 737 25, 544	-8.6 +6.9 +3.5	174, 365 227, 248 72, 062	-7.9 +.3 -1.0	+6
legion VII: Alabama Florida. Georgia Missistippi South Carolina Tennessee	7, 292 13, 177 7, 185 7, 135	-4.6 +23.7 +10.6 -28.2 -4.3 +3.7	+48.3 -8.6 +44.6 -17.5 +78.0 +63.5	4, 647 5, 581 9, 738 5, 764 5, 484 8, 121	55, 931 59, 966 101, 109 59, 445 74, 876 88, 250	+28.4 +67.6 +22.0 +35.8 +150.6 +71.7	39, 073 46, 192 68, 210 50, 448 62, 886 63, 949	69. 8 77. 0 67. 5 84. 9 84. 0 72. 5	551 164 240 1, 439 287 164, 914	25, 034 20, 942 40, 677 29, 445 23, 263 21, 328	-4.1 +14.9 +21.9 +10.8 +17.4 +16.4	104, 825 97, 179 79, 929 63, 658	-6.8 -5.6 +5.0 +2.6 +17.1 1	+++++
Region VIII: Iowa Minnesota Nebraska North Dakota South Dakota	10, 382 4, 748 6, 494	+6.0 +6.6 4 -6.8 -11.8	+?2.0 +34.1 +4.7 +45.7 +7.9	2, 346	82, 335 80, 277 36, 041 44, 597 18, 449	+24.8 +31.0 +22.4 +21.0 +21.1	19, 794 15, 844	55, 1 51, 9 54, 9 35, 5 49, 4	672 294 231 640 2, 862	19, 047 29, 514 8, 509 8, 116 5, 378	+13.6 +3.4 +6.9 -6.0 +1.8	73, 905 43, 015 20, 823	-8.7	-
kegion IX: Arkansas Kansas Missouri Oklahoma		+14.5 +11.6 +28.0 -9.4	-26.5 +83.3 +104.3 +42.0	5, 021 16, 411	69, 164 73, 564 151, 226	+31.6 +77.6 +90.5 -9.9	36, 225 36, 522 110, 550	52. 4 49. 6 73. 1	14, 854 508 2, 795	22, 109 20, 028 52, 659	-6.3 -5.7 -2.3 +17.0	95, 691 60, 492 193, 212	-4.2 -6.4 -3.6	+111+11+11+11
egion X: Louisiana New Mexico Texas egion XI:	7, 554 5, 828 37, 763	+8.8 +45.6 -5.3	-11.9 +40.1 +9.4	1, 435	62, 786 22, 425 336, 610	+38.7	47, 233 11, 647 188, 954	51.9	8, 059	4, 031	+16.9	25, 301	-1.9	-
Arizona Colorado Idaho Montana Utah Wyoming	4, 018 4, 462 2, 945 3, 927	-22.4 -7.8 +4.1 -1.4	-48.3 +12.6 +29.1 +97.5	2, 413 4, 096 1, 799 1, 901	42, 237 33, 065 24, 552 25, 395	-22. 5 +23. 6 +26. 9 +70. 9	22, 698 16, 596 16, 921 12, 601	53. 7 50. 2 68. 9 49. 6	6, 217 7, 021 1, 174 508	10, 497 3, 805 5, 154 10, 767	-5.7 +6.7 -5.3 +24.6	42, 957 19, 590 9, 240 15, 219	-8.4 -6.3 -7.7 -6.5	-
egion XII: California Nevada Oregon Washington	47, 565 1, 885 13, 031	+6.8 -10.5 +9.8	+71.0 +87.6 +97.8	28, 281 1, 037 9, 264	354, 652 18, 333 93, 614	+64.3 +63.4 +80.3	206, 506 11, 318 68, 103	58. 2 61. 7 72. 7	16, 242 66 14, 870	131, 950 3, 071 17, 222	+17.1 +2.1 +7.1	282, 643 3, 390 21, 370	+.4 +14.9 +11.4	=
erritories: Alaska Hawaii	932						6, 825	73.5				4 956 2 3, 433		-

<sup>&</sup>lt;sup>1</sup> Total excludes Idaho, for which data are not comparable.

Chart 1.—Placements of men and women by public employment offices, January 1939-October 1941



period of 1940. About 3.1 million different persons, in contrast to 1.9 million in 1940, were placed in the first 10 months of the year. In the 16 States which are centers of defense activity, there was an increase of about two-thirds in the number of placements made in the first 10 months of this year as compared with January-October 1940; in all other States combined, the rise in placements was about one-third.

Placements.—Despite the reduction in the national total, 20 States, including such important defense centers as California, Illinois, Kansas, Michigan, Missouri, and Virginia, made more placements in October than in the preceding month (table 2). Increases ranged from 1.2 percent in Illinois to 46 percent in New Mexico. In Louisiana large numbers of sugarcane harvest hands were hired, and in New Mexico the cotton and broomcorn harvests occasioned many placements. In most of the other States, in addition to the needs of defense industries, continuing demands for construction, cannery, and food-processing workers were important factors in the rise in placements. Declines in placements, on the other hand, reflect in many instances seasonal curtailment in certain industries.

In all but eight States—Arizona, Arkansas, Colorado, Delaware, Florida, Louisiana, Mississippi, and Vermont—more jobs were filled than in the same month of 1940. In the fall of 1940, large numbers of workers were being hired in most of these eight States for the construction of Army cantonments and for other defense activities. In Colorado, the 48-percent reduction in complete

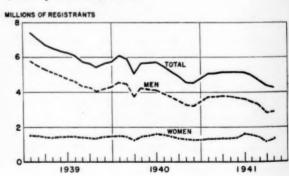
placements from October 1940 is due largely to a change in reporting procedure; temporary agricultural placements were reported as complete placements in 1940 and now are classified as supplementary placements.

In October, men were placed in 358,000 jobs, about twice the number—181,000—filled by women (table 3). Placements of men were 35 percent more numerous than in October 1940, while placements of women were 27 percent higher. Only Arizona, Arkansas, Colorado, Delaware, and Vermont showed declines from October 1940 in placements of both groups. Placements of men alone declined in the District of Columbia, Florida, Louisiana, Mississippi, and North Carolina, and of women alone in Hawaii, Iowa, Minnesota, Nebraska, and South Dakota. In Delaware, the District of Columbia, and New Jersey, where many women are placed in domestic service, more women than men were placed in October 1941.

For women, the ratio of regular jobs to all jobs filled continued to decline from the July-August high of 60 percent and was 56 percent in October. The number of jobs filled by women increased from 143,000 in October 1940 to 181,000 in October of this year, but the proportion of these jobs expected to last a month or more remained about the same. For men, however, the proportion of regular to total job placements has increased appreciably since last October. In October 1941, 240,000 regular jobs were filled by men, 67 percent of all male placements, whereas in October 1940 only 153,000, or 58 percent of all jobs filled by men, were expected to last a month or more.

Active file of registrants.—While the demand for qualified workers was increasing, the number of job seekers registered for work on October 31, 1941,

Chart 2.—Active file of men and women registrants at public employment offices as of end of month, January 1939-October 1941



represented the fifth successive monthly decline and was 8 percent below that on October 31, 1940 (table 2).

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In 35 States, fewer job seekers were registered than a year ago. The largest reductions, ranging

from 40 to 70 percent, were reported by Connecticut, Hawaii, Maryland, Montana, Nevada, Ohio, Vermont, and Washington. Significant increases, on the other hand, were reported by most of the South Central, Southeast, and Gulf States,

Table 3.—Placement activities of public employment offices for men and women, by State, October 1941

[Corrected to Nov. 24, 1941]

			M	en					Wo	men		
	Comp	olete placer	nents		Active file	as of Oct.	Comp	olete placer	nents		Active file	as of Oct 1941
Social Security Board region and State	Number	Percent- age change from October 1940	Regular (over 1 month)	Total appli- cations received	Number	Percent- age change from Oct. 31, 1940	Number	Percent- age change from October 1940	Regular (over 1 month)	Total appli- cations received	Number	Percent age change from Oct. 31 1940
Total.	357, 577	+35. 2	240, 435	986, 555	2, 902, 789	1 -12.3	181, 424	+26.8	101, 322	501, 048	1, 339, 129	1+1
egion I:												
Connecticut	5, 590 4, 011	+2.6 +214.3	4, 229 3, 223	12, 883 7, 618	16, 734 13, 323	-54. 2 -25. 6	3, 505 1, 079	+29.5 +48.2	1, 994 764	8, 309 3, 689	13, 797	-42 -13
Maine Massachusetts New Hampshire Rhode Island	5, 424	+61.7	4, 404	30, 952	72, 985	-3.8	3, 904	+55.2	2,898	25, 874	7, 311 52, 897	-5
New Hampshire	1, 788	+9.9	1, 315	4, 010	6, 306	-36, 3	524	+7.8	392	2,694	4, 463	-8 -33
Rhode Island	1, 100	+62.2	945	5, 362	15, 121	-15.1	924	+7.8 +38.5	696	2, 694 3, 728	11,758	-19
Vermont	948	-5.8	590	1,588	3, 596	-56.8	397	-1.2	179	1, 105	2, 400	-38
egion II: New York	00 700	1.57.0	10 000	00 044	044 000		00 000		** ***		100 000	
	28, 563	+57.6	19, 390	99, 944	244, 827	-22.3	26, 992	+35.3	11, 478	69, 217	160, 972	+
egion III: Delaware	549	-14.6	375	1, 595	3, 693	-35, 6	949	-25.0	259	985	2, 929	-21
New Jersey	7, 669	+36.6	5, 915	32, 387	88, 556	-29.8	9, 994	+45.7	4, 702	23, 762	65, 227	-1
New Jersey Pennsylvania	14, 180	+36.6 +54.2	11,784	68, 023	175, 353	-19.9	9, 943	+30.4	6, 117	35, 552	90, 092	-1
egion IV: Dist. of Col												
Dist. of Col	2, 527	-2.2	1, 354	6, 797	10,091	-38.0	3, 421	+31.9	1, 497	5, 836	9, 539	-13
Maryland	- 4, 087 9, 051	+6.6 -8.2	3, 209	15, 102	19, 192	-44.7	2, 033	+40.6	1, 101	8, 023	10, 614	-4
Maryland North Carolina Virginia	6, 597	+22.9	6, 277 5, 086	22, 073 15, 237	57, 348 28, 481	+3.9	4, 384 3, 901	+49.5 +25.4	2,770 2,620	10, 815	32, 401 19, 278	+43
West Virginia	3, 215	+49.9	2, 614	10, 753	37, 561	-24.6	1, 815	+7.2	815	8, 991 4, 151	11, 387	+
egion V:				20,100	01,002		1,010		010	1	22,001	,
Kentucky	2, 654	+13.4	2, 026	13, 569	57, 235	-19.7	1, 535	+46.5	1,032	6, 059	18, 100	-
Michigan	11, 448	+13.2	7, 520	38, 977	88, 680	-45, 2	4, 696	+7.3	3,001	18, 648	36, 939	-1
Michigan Ohio egion VI:	17, 991	+64.4	10, 773	44, 751	131, 421	-47.2	10, 646	+37.5	5, 901	22, 340	70, 424	-2
egion VI: Illinois	13, 865	+61.1	9, 171	49, 123	120, 359	9	8, 662	1110	# 100	26, 471	54, 006	+
Indiana	7, 905	+21.0	4, 914	24, 253	157, 494	+59.1	5, 550	122 5	5, 163 3, 971	12, 484	69, 754	+8
Wisconsin	6, 147	+21.0 +33.0	3, 576	16, 369	49, 983	-32.1	4, 106	+11.6 +22.5 +15.8	2, 199	9, 175	22, 079	10
							.,			1		
Alabama	4, 056	+52.0	3, 084	16, 554	63, 172	-15.8	2, 045	+41.6	1, 563	8, 480	22, 263	#1
Florida	5, 220	-22.0	4, 259	14, 789	75, 466	+39.0	2,072	+60.7	1, 322	6, 153	29, 359	1 +4
Mississippi	10, 630 5, 366	+58.7 -26.4	7, 623 4, 350	27, 976 21, 314	66, 657 60, 893	-34.7 +12.3	2, 547 1, 819	+5.7 +28.2	2, 115 1, 414	12, 701	30, 522 19, 036	-3 +3
Georgia Mississippi South Carolina	5, 540	+83. 9	4, 195	17, 759	46, 905	+59.8	1, 595	+60.1	1, 289	8, 131 5, 504	16, 750	T
Tennessee	7, 425	+77.9	5, 868	14, 371	82, 308	+12.8	3, 661	+40.5	2, 253	6, 957	40, 856	1 +2
amion XTTTI.								1				
lowa	8, 213	+50.7	5, 242	12, 496		-26.7	2, 409	-7.2	1, 273	6, 551	17, 732	+1
Minnesota	7.518	+68.0	3, 454	20, 885 6, 093	54, 044	-30.0	2, 864	$ \begin{array}{r} -2.1 \\ -20.7 \end{array} $	1, 320	8, 629	19, 861 11, 370	1 7
North Dekote	4, 003 5, 388	+11.3 +58.0	1, 971	6, 119	31, 645 15, 510	+4.5	745 1, 106	+5.6	375	8, 629 2, 416 1, 997	11,370	+
Nebraska North Dakota South Dakota	1, 662	+13.5	701	4, 008		-23.4	498	-7.4	363 218	1, 370	5, 313 5, 024	-
egion IX:	1,000		1						-	-,0		
egion IX: Arkansas	7, 305	-27.3	6, 075	18, 234	79, 460	+167.3	1,765	-23.1	1, 240		16, 231	+1
Kansas Missouri Oklahoma	7, 895	+112.2	4, 139		47, 022	+14.1 +40.4	1,871	+16.4	882		13, 470	+2
Missouri	15, 730	+141.1	13, 082				5, 290	+40.5	3, 329		55, 043 18, 710	1 +2
		+46.1	1, 583	16, 667	11, 491	+67.5	2, 424	+37.0	1, 079	4, 802	10, /10	T
Lousiana New Mexico Texas	4, 188	-36.1	3, 131	16, 464	98, 661	+13.7	3,366	+67.1	2, 396	7, 288	23, 573	+1
New Mexico	5, 109	+47.3	1, 154	3, 218	21, 185	-11.0	719	+4.2 +6.5	281	813	4, 116	1 -
Texas	27, 143	+10.5	17, 122	47, 498	213, 570	+39.8	10, 620	+6.5	5, 509	18, 197	67, 449	+1
egion XI: Arizona		-2.5	1 000	0 400		10.4	0.00		392	1	4 000	
Colorado	1, 597 2, 585	-57.1	1,076			-19.4 -17.2	817 1, 433	-14. 2 -18. 1	785			-
ColoradoIdaho	3, 676	+12.2	3, 324	2, 889	16, 051	(1)	786	+14.6	772		3, 539	(1)
Montana	2, 541	+33.0	1, 560	4, 085	6, 546	-51.6	404	+8.9	239			1 -
Idaho Montana Utah Wyoming	3, 081	+107.8	1, 588	7, 331	10, 723	-41.4	846	+67.5 +25.6	313	3, 436	4, 496	=
Wyoming	1, 454	+23. 2	900	1,766	3, 235	-12.8	245	+25.6	118	384	1,069	-
egion XII: California	99 970	100 4	10 700	98 048	179 070	91 7	18 100	1 100	0.400	46 001	110 500	-
Navada	32, 376	+82.4 +88.8	19, 788 878		172, 050	-31.7 -47.8	15, 189	+50.9 +83.7	8, 493	46,008	110, 593	1 =
Nevada Oregon Washington	10, 593				2, 229 15, 708	-37.0	2, 438	+27.4	1, 012			=
Washington	5, 685	+34.1	3, 341		19, 171	-73.0	2, 202	+15.9	1, 170		8, 054	-
apple and an	0,000	,	0,044	1	1	1	-,	1	-, -, -,	1	1	
erritories: Alaska	820	+73.7	595	1, 230	618	-43.8	112	+96.5	43	185	341	+

<sup>&</sup>lt;sup>1</sup> Total excludes Idaho, for which data are not comparable.

Table 4.—Agricultural placements, by State, September and January-September 1941

[Corrected to Nov. 12, 1941]

	8	Septemb	er 1941	1	January	-Septer 1941	nber
4	All p			ents		acemen	
Social Security Board region and State	Number	Percentage change from September 1940	Complete placements	Supplementary placements	Number	Percentage change from January-Sep- tember 1940	Percent of all placements in all indus-
Total	575, 736	+95.8	41, 574	534, 162	1, 398, 342	+37.9	25.
Region I:     Connecticut.     Maine.     Massachusetts.     New Hampshire.     Rhode Island.     Vermont.	609 272 451 24	+243.0 +554.8 +174.7 +485.7 (1) +557.6	861 609 272 451 24 510	0 0 0 0 437	1, 904 1, 592 800 167	+119.7 +189.4 +186.8 +79.4 (1) +144.7	3.
Region II: New York	7, 684	+448.1	4, 182	3, 502	16, 974	+143.4	3.1
Region III: Delaware New Jersey Pennsylvania		(1) +123. 5 +226. 2	45 371 898	0	3, 315	+101.6 +88.4 +134.6	2.
Region IV: Dist. of Col	6, 472	(1) +433. 6 +132. 6 +341. 6 +904. 5	25 839 469 261 412	543 6,003 238 261	34, 803 4, 092	+913. 2 +331. 9	15. 17. 4.
Kentucky Michigan Ohio	136 1,078 1,765	+37.4 +65.3 +83.1	134 461 1, 628	617 137	1, 633 7, 329 6, 405	-8.8 +26.4 +31.5	5.
Region VI: Illinois Indiana Wisconsin	1, 404 572 577	+56.5 +66.8 -28.7	1, 128 571 537	276 1 40	2, 013	+136. 9 +5. 0 -5. 8	1.
Region VII: Alabama Florida Georgia Mississippi South Carolina Tennessee	479 14 443 2, 193 160 172, 893	-45.5 (1) -60.1 +131.1 -35.7 +808.1	13 417 1, 445 152	1 26 748	1, 635 7, 037 3, 937 2, 494	-77.8 -11.0 +12.0 +107.1	7. 7. 3.
Region VIII: Iowa. Minnesota. Nebraska. North Dakota. South Dakota.	327 5, 018	-39.3 -7.6 +47.3 -24.2 +898.4	1, 579 200 4, 721	255 67 297	8, 819 16, 491 3, 877 22, 119 7, 710	+15.8 +160.2	11. 56.
Region IX: Arkansas. Kansas. Missouri. Oklahoma.	10, 228	+35.6	1, 487	8, 741	5, 193 25, 163	+26.2	7.
Region X: Louisiana New Mexico Texas		+126.8	2, 422		11, 163	+39.2	
Region XI: Arizona. Colorado Idaho. Montana Utah. Wyoming. Region XII:	7, 780 7, 595 1, 383 1, 287	+379.2 +51.1 +129.0	782 2, 458 873 900	7, 048 5, 140 510 387	32, 025 35, 410 9, 356 5, 500	+143.2 +54.4 +19.6	50. 65. 36. 36.
California	17, 384 347 34, 790	+17.1 +218.3 +109.4	3, 106 333 761	34, 029	60, 536 2, 964 118, 016	+56.8 +68. +60.8	1 15.
Territories: Alaska Hawaii	16	(1)	14		2 44		1 .

<sup>&</sup>lt;sup>1</sup> Not computed, because less than 50 placements were made in either period.

and by Indiana. In Arkansas, the active file was two and one-half times that of October 1940, mainly because registrations were filed in anticipation of employment on defense projects. Except in Indiana and Texas, where there are no validity periods for the active file, the increases are due chiefly to the completion of defense projects which were under way a year ago.

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At the end of October 1941, the active file of men numbered 2.9 million and that of women 1.3 million. The number of male job seekers registered for work was 12 percent lower but the number of women registrants was 1.7 percent higher than on October 31, 1940. Male registrants were less numerous in 36 States and women registrants were fewer in 29 States.

Applications received.—October recorded the first rise since June 1941 in the number of job applications received. The 1.5 million applications filed with State employment offices in October constituted an increase of 6.5 percent from the preceding month (table 2) and of 6.9 percent from the corresponding month of 1940. Much of the increase over last year is due to the fact that more women are being attracted to the labor market. The 987,000 applications for work filed by men (table 3) constituted an increase of only 2.0 percent from the figure for October 1940, while the 501,000 applications filed by women represented an increase of 18 percent.

In 14 jurisdictions the proportion of new applications to all applications was considerably higher than the Nation-wide average of 46 percent. In these States—mainly situated in the Southeast, Southwest, and Pacific Coast areas, and including the Territories—one-half to two-thirds of all applications filed this month were new. In most of these areas, thousands of workers had applied for jobs at plants engaged in defense production and registered with the public employment service system for the first time.

#### Interarea Clearance Placements, January-September 1941

Although placements made through interarea clearance by public employment offices constituted only 3 percent of total placements during the first 9 months of 1941, nearly all were in occupations important to defense. Unskilled workers comprise the largest group moving in interarea clearance and nearly half of the total so placed; skilled work-

period. <sup>3</sup> Excludes 8,353 supplementary placements made in cooperation with the Arkansas State Employment Service prior to August and included in data for Arkansas.

ers account for a third and semiskilled workers a tenth of the total.

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Construction workers.—Three-fourths of the 110,100 clearance placements were made in the construction industry (table 5). This industry bulked largest in the total in January, February, and March, when many huge Army cantonments, air bases, and other military projects were under construction. For the 9 months, construction placements accounted for 96 percent of the 51,400 unskilled, 82 percent of the 38,600 skilled, and 19 percent of the 12,500 semiskilled workers placed.

Of the 83,500 construction workers placed through interarea clearance, the majority—59 percent—were classed as unskilled and 38 percent were listed as skilled; only 3 percent were in the intermediate group of semiskilled workers.

Nonconstruction workers.—Of the 26,600 clearance placements made in nonbuilding occupations, 38.3 percent were in semiskilled jobs, 25.5 percent in skilled jobs, and 7.7 percent in unskilled jobs. In the other occupational groups, there were relatively few interarea clearance placements although their total number in September was almost 3 times as large as in January.

In the skilled group (excluding construction workers), the number of workers placed through interarea clearance increased in every month except April and May; during the third quarter placements were more than 70 percent above the average for the first two quarters. The September

placements of this group, chiefly metal-trades workers, were the highest during the 9-month period and totaled 1,247, about 300 above the previous month.

In the semiskilled group there was also a general increase in placements during the 9-month period. Clearance placements of semiskilled workers in aircraft industries during July, August, and September, were far above the average during the first 6 months of the year. Placements of metaltrades apprentices contributed to the gain in the group of metal-trades workers. In both the aircraft and metal-trades occupations there have been great demands and serious shortages of workers. Drivers of motor vehicles comprised the largest part of the group "all other semiskilled."

Nonconstruction unskilled workers placed through interarea clearance averaged only 230 per month over the 9-month period. The number of workers in this classification, however, rose from 39 in January to 402 in September.

The number of workers placed in professional and managerial jobs also increased over the period from 127 in January to 253 in September. Such placements totaled 1,600 for the 9 months and comprised 1.4 percent of total clearance placements. Placements of clerical and sales workers were also relatively few. In this group, the classification "paymaster," usually connected with construction work, is important, and the seasonal factors affecting construction work are evident

Table 5.—Interarea clearance placements in selected occupational groups,1 by month, January-September 1941

Occupational group 1	Total	January	February	March	April	May	June	July	August	September
Total	110, 097	11, 705	24, 394	14, 891	10, 869	8, 662	8, 214	11, 353	9, 416	10, 593
Total construction	83, 545 26, 552	10, 118 1, 587	22, 505 1, 889	13, 200 1, 691	8, 772 2, 097	6, 017 2, 645	5, 519 2, 695	7, 023 4, 330	4, 990 4, 426	5, 401 5, 192
Professional and managerial Cierical and sales Service Agricultural	1, 596 1, 892 1, 586 2, 505	127 185 72 194	105 254 94 9	101 208 122 23	199 177 166 60	147 186 214 194	144 175 260 398	221 272 293 382	299 139 169 350	251 299 199 890
Skilled	38, 569	4, 709	10, 245	4, 706	3, 475	2, 422	2, 612	3, 370	3, 195	3, 83
Construction All other, chiefly metal trades	31, 811 6, 758	4, 172 537	9, 682 563	4, 049 657	2, 827 648	1, 844 578	1, 953 659	2, 451 919	2, 245 950	2, 58 1, 24
Semiskilled	12, 508	610	1, 192	821	913	1, 178	1, 031	2, 244	2, 416	2, 10
Construction. Metal trades. Aircraft. All other.	2, 348 1, 848 4, 634 3, 678	178 50 113 269	396 47 346 403	368 46 17 390	246 155 12 500	189 330 46 613	214 297 189 331	330 437 1, 035 442	227 263 1, 573 353	20 22 1, 30 37
Unskilled	51, 436	5, 807	12, 495	8, 909	5, 879	4, 321	3, 594	4, 571	2, 845	3, 01
Construction	49, 386 2, 050			8, 783 126	5, 699 180	3, 984 337	3, 352 242	4, 242 329	2, 518 327	
Unspecified	5	1	0	1	0	0	0	0	3	

<sup>1</sup> Occupations were classified as construction, metal trades, or aircraft, if the preponderant number of workers in the occupation fell into one or the other group-

in the relatively large number of such placements made in the early part of the year. The service group showed a sharp drop in August, only partially regained in September. Demands for resort workers reached their seasonal peak in June and July.

The number of agricultural workers placed through interarea clearance more than doubled from August to September, to reach a high of 895. Agricultural placements represented 2.3 percent of the total interarea placements made during the 9-month period.

### Vocational Training Activities

Reflecting the continued expansion of the training program, placements of trainees by the public employment offices attained a new high of 9,300 in September, a rise of 8.4 percent over August. Cooperating agencies—local schools and WPA offices—report they have been able to find jobs for an additional 14,150 trainees. Thus 139,000 trainees are known to have obtained jobs upon completion of pre-employment refresher courses during the first 9 months of 1941. The Office of Education estimates that on August 31 there were 100,000 enrollments in these courses.

Referrals to these courses by public employment offices increased to 33,100 in September, a level second only to the July peak of 36,100. Further advances in referrals, however, may be difficult since public employment offices in many defense localities are reporting an inability to recruit the trainees necessary to supply local demands for workers. Employers in some areas are finding it necessary to hire green workers and to train them on the job, in order to meet their more urgent needs.

In addition to referring workers to pre-employment refresher courses, the public employment offices were able to place 3,600 young people on youth work defense projects. These work projects are under the supervision of the National Youth Administration, and they provide paid training in defense occupations.

#### Nature of Data

This report summarizes the placement and referral activities of public employment offices in connection with the defense training program. Because of the characteristics of the data reported, it is impossible to compare the number of applicants selected for training courses by the employ-

ment service and the number of trainees placed by the service. The information on the number of persons inducted into the training program covers only those selected by the local employment offices; referrals by the WPA and local school authorities are not included. In contrast, the report on placements includes all those made by the employment offices regardless of the agency which originally referred the workers to the training course. Only the first placement of a trainee is reported, provided it is for more than 1 month's duration.

In addition, the number of jobs known to the WPA and local schools to have been obtained by trainees through means other than the public employment offices is shown. To eliminate duplicate reporting of trainee placements, the employment offices review the reports from these cooperating agencies before the data are sent to Washington. Unlike the employment service placements, however, the cooperating agencies have no established procedure to verify the placements which become known to them.

#### Placement of Trainees

Training for aircraft occupations appears to offer the job seeker the most likely opportunity for placement. Workers who had taken aviation-service courses accounted for 3,700, or 40 percent of the 9,300 September placements (table 6). The number of trainees placed from these courses, however, was about the same as in the preceding 2 months, whereas placements of trainees from machine-shop, metal-work, and welding courses, in establishing new highs, brought about the gain in placements over the August total. Trainees from machine-shop courses accounted for 30 percent of all placements.

Largely because of the demand for aircraft workers, 43 percent of all placements were made by New York, California, and Washington. Two-thirds of the California placements and almost all of those in Washington were from aviation-service courses.

The increasing reliance in the vocational training program upon young workers is becoming more evident. In September, placements of trainees under 21 years of age were almost equal to those of all trainees aged 25 and over. Some increase in placements of young workers was expected to take place in the autumn, as the large

Table 6.—Placements of trainees from pre-employment refresher courses, by specified characteristic, September 1941 and January-September 1941

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[Corrected to Nov. 5, 1941]

	Place	ments
Characteristic	September 1941	January- September 1941
Total	9,306	57, 624
Age (years): Under 21: 21-24 25-44 45 and over: Unspecified	449	16, 699 15, 506 22, 198 2, 973 248
Race: White Negro and other Unspecified	97	57, 124 495 5
Type of course taken: Aviation services Dratting and blueprinting Machine shop Sheet-metal work Welding All other	95 2, 808 649 692	23, 348 720 20, 504 3, 317 3, 410 6, 325
Occupation in which placed: Professional and managerial Clerical and sales Service Agriculture, fishery, and forestry Skilled Semiskilled Unskilled Unspecified	205 130 31 2, 826 4, 279 1, 760	721 1,006 622 118 18,539 27,608 7,955

number of June high-school graduates who attended vocational training classes during the summer became eligible for placement in industry. The placements of veterans remained at 2.4 percent of the total, and placements of nonwhite trainees rose slightly, from 0.8 to 1.0 percent.

All occupational groups except the professional and managerial classification shared in the increase in placements. Forty-six percent of the trainees found jobs in semiskilled occupations, more than half of these in occupations required in the building of aircraft. Thirty percent of the placements were in skilled trades. Placements in unskilled occupations accounted for 19 percent of the total. The growing number of placements in unskilled occupations has probably been due in part to the necessary shift of emphasis from refresher to pre-employment training as the defense program grows and the experienced workers find employment.

#### Applicants Accepted as Trainees

Machine-shop and aviation-service courses, which have accounted for the bulk of enrollments under the vocational training program, received more than half of all new registrants during the month of September. Although machine-shop courses had most new enrollees, referrals to these courses

have shown significant declines in each of the last 2 months. Referrals to welding courses increased as new classes were opened and old ones expanded, especially in shipbuilding centers. The 5,700 registrants admitted to welding courses established a new high.

While total referrals in September showed a net gain of 1,000 over August, the increase is more than accounted for by the gains in only two States—Texas and Ohio. The important defense States of Connecticut, Massachusetts, Pennsylvania, New York, New Jersey, Maryland, Kansas, and California, with growing demands for trained labor, were unable to approach their previous peak levels because of the lack of suitable trainees. A large part of the drop in total referrals in New York, New Jersey, and Pennsylvania was the result of sharp declines in new enrollments in machine-shop courses. New York, California, and Pennsylvania, however, referred 39 percent of all registrants admitted to training classes during the month. California led in new enrollments to aviation-service courses and, with New York and Washington, accounted for 62 percent of all referrals to these courses.

Youth continue to be the best source of trainees. Fifty-five percent of all persons referred were under 25 years of age, and 32 percent were from the youngest age group—under 21 years. Those 45 years old and over continued to account for about 5 percent of all referrals. One thousand non-white trainees were referred for pre-employment training in September, an increase of 200 over August. The 660 referrals of veterans were the fewest since May.

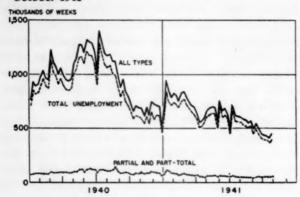
#### Insurance Activities

Both unemployment compensation payments and continued claims established new lows in October for the third successive month. Benefit recipients were fewer than in any month of 1940 or 1941, the only years for which comparable data are available. Benefits totaling \$21.4 million were paid to a minimum of 486,000 workers. Continued claims numbered 2.5 million. Claims, payments, and the number of recipients were about one-third below the October 1940 figures and 60 percent or more below those for June 1940, when the Nation's defense program was initiated. Benefit disbursements for the first 10 months of 1941 totaled \$296.8 million, 35 percent less than

payments made during the corresponding period of 1940.

Weeks compensated.—Workers received compensation in October for 1.8 million weeks of total unemployment and for 211,000 weeks of partial and part-total unemployment (table 7). Partial unemployment represents less than full-time employment with the employer-employee relationship maintained, while part-total unemployment

Chart 3.—Number of weeks compensated, by type of unemployment, for weeks ended in January 1940– October 1941



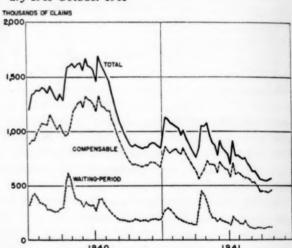
is a period of otherwise total unemployment during which an individual has odd jobs or subsidiary work. The number of weeks of total unemployment for which compensation was paid was 7 percent below September, the previous low record, but the number of compensated weeks of partial and part-total unemployment, which has been increasing since August, rose 8 percent. It is expected that under-employment will be a growing problem as curtailment orders, shortages of materials, delayed deliveries, and plant conversion cause restriction of hours or reduced employment in some industries.

Benefit payments.—Despite the reduction in total benefit disbursements, 24 States, including such important centers of defense activity as California, Connecticut, Indiana, Kansas, Massachusetts, Pennsylvania, and Washington, paid more in October than in the preceding month (table 7). Except in Indiana and Kansas, however, disbursements in these States were lower than in October 1940; decreases ranged from 13 to 58 percent. In two other States—Louisiana and New Jersey—the amount of benefit disbursements was higher than in October 1940. Only the District of Columbia and Louisiana

paid more in benefits during the first 10 months of 1941 than in the corresponding period of last year.

Increases in benefit payments were due chiefly to continued unemployment of workers who had reached compensable status after seasonal layoffs and to transitional unemployment in September and the early part of October. In Indiana, increased disbursements resulted largely from priorities unemployment in Evansville, a lay-off of automobile workers in South Bend when a strike in Cleveland cut off the supply of steel frames, and the tapering off of construction work in many parts of the State. Other Indiana communities faced with critical unemployment con-

Chart 4.—Number of waiting-period and compensable continued claims received, for weeks ended in January 1940—October 1941



ditions were Anderson, Kokomo, Muncie, New Castle, Plymouth, and Washington. In California, many small employers were laying men off because it was not possible to get scrap iron, steel, and other metals. In Maine, the principal cause for the increase in disbursements was the seasonal curtailment of employment in the women's shoe industry; in New Hampshire, the closing of the resort season. Payments to displaced silk workers contributed to the increase in Pennsylvania, and seasonal curtailment of canning operations accounted for the rise in Hawaii. At this time last year, large-scale construction projects were under way in Kansas and Louisiana; many of these had been completed by the middle of 1941.

Claims received .- Continued claims averaged

56

556,000 weekly, 8 percent below the previous record low of September 1941 and 320,000 or 37 percent less than in October 1940 (table 8). After dropping to 547,000 in the week ended October 11,

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the lowest weekly total on record, the number of persons filing claims for all types of unemployment rose to 552,000 in the week ended October 18, and to 570,000 in the following week. Al-

Table 7.—Continued claims received, weeks compensated, and benefits paid, by State, October 1941 [Corrected to Nov. 24, 1941]

	Cont	inued cla	ims 1		Wee	ks compens	sated			B	enefits paid	4	
Social Security Board		Per-			Per-		unemploy	ment		Per-	Type of	unemployn	nent
region and State	Number	centage change from Sep- tember	Compen- sable	Number	centage change from Sep- tember	Total	Partial and part- total com- bined <sup>2</sup>	Partial only <sup>3</sup>	Amount 3	centage change from Sep- tember	Total	Partial and part- total com- bined <sup>3</sup>	Partial only
Total	2, 547, 673	-3.9	2, 029, 203	1, 991, 970	-5.6	1, 781, 110	210, 860	134, 263	\$21, 430, 134	-6.6	\$19, 911, 848	\$1, 498, 995	\$904, 89
Region I:													
Connecticut	26, 820 15, 713	+15.1 +25.0	22, 386 12, 436	19, 565 12, 198	+6.9 +24.0	16, 690 8, 746	2, 875 3, 452	2, 785 2, 989	208, 582	+6.4	189, 018	19, 271	18, 57
Massachusetts	133, 720	-13.1	105, 098	118, 060	+4.9	106, 938	11, 122	10, 464	87, 829 1, 181, 516	14 9	66, 363 1, 119, 561	21, 466	56 7
New Hampshire	13, 387	+33.8	8, 787	8, 857	+39.8	6, 799	2, 058	1, 998	66, 483	+41.7	56, 296	60, 955 10, 187 11, 252	18, 56, 73 56, 73 9, 74 (*)
Rhode Island	27, 250	+.2 +17.0	8, 787 24, 455	24, 455	+20	22, 334	2, 121	(8)	259, 478	+3.5	56, 296 248, 226	11, 252	(4)
Maine	2, 346	+17.0	1,719	1,704	+17.4	1, 585	119	83	66, 483 259, 478 13, 738	+4.8 +41.7 +3.5 +17.4	13, 040	545	3
Region II: New York	419 000		215 550			010 000	-	/01				-	
		+1.7	317, 756	318, 696	-2.6	318, 696	(3)	(3)	3, 718, 007	-1.7	3, 718, 007	(3)	(8)
Region III: Delaware	4, 634	+31.8	4, 215	4, 181	+35.6	2,998	1, 183	1, 102	37, 725	+30.9	30, 222	7, 494	6,9
New Jersey	154, 246	+8.4	125, 529	115, 988	+.8	95, 335	20, 653	20, 354	1, 311, 290	-5.9	1, 170, 483	139, 377	136, 7
New Jersey Pennsylvania	188, 809	+8.4	125, 532	124, 632	+.8	124, 632	(3)	(1)	1, 348, 424	+7.2	1, 348, 424	(1)	(3)
Region IV:													
Region IV: Dist. of Col Maryland North Carolina	12, 973	-2.5	10, 893	10, 549	+2.2	10, 076	473	91	126, 741	+2.3 -12.4	121, 440	5, 028	93
Maryland	33, 430 54, 395	-15.2	31, 326	29, 930	-9.3	25, 064 42, 346	4,866	4, 777	339, 601	-12.4	303, 070 302, 861	35, 301 13, 679	34, 50
Vierinia	24 104	-5.0	47, 189	45, 811 20, 101	+.3 -6.1	19, 181	3, 465 920	2, 864 461	316, 784 159, 275	+1.2 -9.8	153, 934	5, 010	34, 56 10, 42 2, 16 48, 83
Virginia West Virginia	24, 104 20, 231	+8.0	20, 209 17, 819	19, 049	+14.7	12, 019	7, 030	6, 919	170, 999	+10.0	121, 458		48.8
Region V:	20,201	10.0	-1,010	10,010	1	12,010	1,000		110, 000	1 20.0	1, 100		
Kentucky	12, 303	-1.1	10, 427	20, 854	-3.5		3, 052	1, 406	150, 987	-5.8	137, 563		5, 8
Michigan	112, 518	-39.8	92, 625	103, 138	-37.5	89, 767	13, 371	12, 313	1, 270, 220	-43.2	1, 152, 633	117, 587	107, 4
West Virginia	100, 156	8	71, 123	65, 264	-1.0	59, 246	6, 018	4, 331	613, 308	3	580, 551	31, 198	21, 10
Region VI: Illinois Indiana Wisconsin	157, 324	-3.7	142, 685	144, 535	-2.0	111, 306	33, 229	21, 533	1, 687, 274	-1.7	1, 442, 798	238, 438	139, 73
Indiana	58, 065	+30.1	45, 489	45, 424	+22.4	35, 960	9.464	(8)	515, 721	+26.7	445, 366	70, 147	(8)
Wisconsin	58, 065 25, 829	+2.1	45, 489 17, 565	45, 424 16, 734	-6.7	35, 960 13, 665	9, 464 3, 069	2,069	176, 090	-17.0	445, 366 152, 538	70, 147 23, 552	15, 1
Region VII:													
Region VII: Alabama Florida	39, 570	+3.6	29, 424	28, 799	-6.4	26, 761	2, 038	398	209, 348	-4.7	197, 476	11, 791	2,0
Coordia	67, 441 47, 478	-23. 2 5	59, 280 33, 097	61, 715 32, 603	-24.6 -2.1	54, 851 31, 191	6, 864 1, 412	655	583, 190 253, 231	-24. 2 -7. 7	536, 290 245, 247	7 004	(4)
Mississippi	16, 909	-4.5	13, 994	13, 292	-9.7	12, 795	497	168		-3.6	109, 315	46, 900 7, 984 3, 045	1.0
Georgia Mississippi South Carolina	28, 835	+8.4	23, 869	20, 847	-4.7		1, 910	566	112, 385 153, 716	-4.3		10, 018	1, 0 2, 7 1, 6
Tennessee	61, 585	-4.4	56, 692	43, 393	-9.0	41, 736	1, 657	300	372, 992	-8.6	362, 244	10, 748	1,6
Region VIII:													
lowa	14, 917	-9.9 +3.2	9, 786	9, 841	-20.4	8, 420	1, 421	433 2, 189		-20.0		8, 299	2, 4 18, 2
Nahenaka	32, 095 8, 343	+18.7	25, 731 6, 301	24, 934 6, 121	+2.7 +7.4	21, 336 5, 596	3, 598 525	197	270, 874 54, 387		50, 567	30, 067 3, 810	1,3
North Dakota	1, 756	+1.0	1, 377	1, 199	-5.9	1, 042	157	79	10, 555	-9.0	9, 525	1,030	1,4
Tennessee Region VIII: Iowa Minnesota Nebraska North Dakota South Dakota	1, 853	-3.1	1, 490	1, 445	-9.7		106		11, 661			634	(1)
Region IX:								1					1
Arkansas	16, 568	-34.4	14, 126	14, 126	-37.9					-34.6	96, 341	3, 703	1,0
Kansas Missouri	18, 771 67, 591	+13.2	14, 704 46, 955	14, 695 46, 615	+6.7	13, 264 36, 342	1, 431 10, 273	9, 670		+8.9 -21.2	136, 349 364, 580	10, 388	3, 4 43, 1
Oklahoma	21, 148	+4.3 +5.4	17, 763	16, 039			1,850					13, 819	10, 1
Region X:	21, 110			-	1								
Region X: Louisiana New Mexico Texas	84, 735			60, 804	-24.7	57, 483	3, 321			-24. 8	577, 696	26, 147	6,9
New Mexico	4, 834	-3.5		3, 939	-7.4	3, 723	216		35, 935	-4.4	34, 131	1, 768	. 3
Perion VI	71, 112	-11.8	60, 987	43, 034	-18.2	37, 504	5, 530	98	334, 311	-16.7	306, 731	27, 346	1
Region XI:	6,948	+12.0	6, 051	5, 897	+5.2	5, 614	283	18	66, 576	+7.4	64, 143	2, 431	1
Region XI: Arizona. Colorado.	11, 517	+4.9			-10.4	7, 437				-11.6	73, 55	4, 850	1,1
Idaho	3, 491	-9.0	2, 689	2, 983	-12.2	2, 804	179	13	27, 314	-11.9	25, 86	5 1,420	)
Idaho Montera Utah Wyoming	8, 695	+4.5	6, 737	6, 042	-7.6	6,042	(3)	(1)	63, 670	-7.2	63 67	0 (1)	(1)
Utah	11, 601	+2.0	10, 778	10, 857		9, 958	899	24	137, 150	+5.2	128, 38	8, 766	1,
Region XII:	1, 779	+4.0	1, 146	1, 087	-14.8	950	137	2	14, 386	+1.7	13, 01	2 1, 374	
Region XII: California	265, 851	+2.9	224, 307	216, 548	+2.0	184, 717	31, 831	17, 43	3, 030, 631	+1.7	2, 727, 66	8 300, 427	151,
Nevada	3, 131	+.1	2, 707	2, 302	-5.7	2, 153	149			-6.6	28, 28	8 1, 336	
Oregon Washington	10, 598	+14.1	2, 707 8, 058	6, 615	+3.3	2, 153 5, 392	1, 223	583	81, 17	+4.7	71, 46	7 9,678	3,
Washington	. 22, 252	+17.7	15, 038	15, 036	+9.6	12, 300	2, 727	1, 64	188, 987	+13.3	162, 04	8 26, 931	17,
Territories: Alaska	1		010	PROM	1.17				10.00	1.00	10,00	8 256	
A INCES	1, 222 3, 515	-4.2 +77.8	819 2, 730			714		78	10, 26		13, 31		

<sup>&</sup>lt;sup>1</sup> Waiting-period claims are represented by difference between total number and number of compensable claims.
<sup>3</sup> Benefits for partial and part-total unemployment are not provided by State law in Montana, New York, and Pennsylvania.

<sup>&</sup>lt;sup>3</sup> Includes supplemental payments, not classified by type of unemploy-

ment.

Not adjusted for returned and voided benefit checks.

Data for partial unemployment included with data for part-total unemployment.

Table 8.-Continued claims received for all types of unemployment,1 by State, for weeks ended in October 1941

[In thousands; data corrected to Nov. 21, 1941]

	Weekly	average	Nun	aber for v	reek end	ed-
Social Security Board region and State	Number	Percent- age change from Septem- ber <sup>2</sup>	Oct. 4	Oct. 11	Oct. 18	Oct. 25
Type of unemploy- ment:						
All types	555. 8 495. 2	-7.9 -8.8	554. 1 492. 7	547. 4 488. 5	552. 4 493. 9	569, 9 506, 0
Partial and part-total 3	60. 6	+.8	61.4	58.9	58. 5	63. 9
All types						
Region I: Connecticut Maine Massachusetts	5.7 3.3 30.8	+7.9 +17.5 -3.5	5.3 2.8 30.0	5.6 3.4 29.4	5.7 3.5 31.5	6. 1 3. 7 32. 4
New Hamp- shire Rhode Island	2.9 5.8	+34.3 -8.4	2.3 6.1	2.9 5.8	2.8 5.5	3. 7 5. 8
Vermont	. 5 88. 9	+10.4	85. 9	89.6	. 5 88. 2	91. 8
Region III:		1000				
New Jersey Pennsylvania		+28.7 +3.2 -4.4	1. 0 31. 4 43. 7	1. 0 32. 8 42. 0	1.0 34.1 41.4	1. 0 34. 6 40. 2
Region IV: Dist. of Col Maryland North Carolina	2.9 7.3	-5.6 -19.5	2.8 7.8	2.8 7.1	2.9 7.1	3. 0 7. 1
West Virginia.	5.3	-3.5 -8.3 -6.0	12.1 5.7 4.1	12.0 5.4 4.3	12.1 5.0 4.6	5.2 4.6
Region V: Kentucky Michigan	25. 9	-5.6 -41.1	2.9 30.3	2.6 24.4	2.8 24.2	2. 7 24. 9
Ohio Region VI: Illinois	21. 9 34. 8	-6. 3 -6. 6	22. 5 35. 5	21. 9 35. 7	21. 5 33. 0	21. 8 35. 0
Wisconsin	5.4	+9. 2 -5. 2	9. 3 4. 6	9. 6 5. 2	11. 2 5. 4	16. 1 6. 5
Alabama Florida Georgia Mississippi South Carolina Tennessee	18.5	-4.7 -23.1 -7.2 -9.0 +5.5 -18.1	8.6 17.7 9.4 3.7 6.4 13.0	8. 4 15. 3 11. 6 3. 6 6. 2 11. 2	8. 5 15. 4 9. 8 3. 7 6. 5 13. 2	8.9 13.6 10.0 3.8 6.3 12.8
Iowa Minnesota Nebraska	3.3 6.8 1.8	-11.9 -3.5 +14.9 -3.1	3.3 6.3 1.8 .4		3. 4 6. 8 1. 8	3. 4 7. 2 1. 8
North Dakota South Dakota Region IX:	. 4	-3. 2	.4	.4	.4	.4
Arkansas Kansas Missouri Oklahoma	14.6	-32.7 +3.2 -1.5 +.8	4. 4 3. 7 14. 0 4. 3	3. 5 3. 6 14. 4 4. 4	3.9 4.0 15.0 4.6	3, 6 4, 8 15, 3 5, 6
Region X: Louisiana New Mexico Texas	18.8 1.1 15.8	-18.6 -9.8 -15.1	19. 0 1. 1 16. 2	18. 5 1. 1 15. 6	18. 9 1. 1 15. 8	18. 6 1. 0 15. 8
Region XI: Arizona Colorado Idaho	1.5 2.5 .8	+3.3 9 -13.0	1.4 2.4 .7	1.5 2.5 .8	1.6 2.7 .8	1.6
Montana J. Utah. Wyoming.	1.7 2.5 .4	-10. 2 -3. 5 -2. 8	1. 2 2. 5 . 4	1.8 2.6	1.9 2.5	2.
Region XII: California Nevada Oregon Washington	57. 2 . 7 2. 2 4. 7	-2.0 -6.9 0 +8.9	57. 5 . 6 2. 0 4. 3	55. 6 . 7 2. 0 4. 3	56.7 .7 2.2 4.8	59. 2. 5.
Territories: Alaska Hawaii	.2	-14.3 +93.3	.2	.3	.1	

Table 9.—Average weekly number of claimants receiving benefits, number receiving first payments, and number exhausting benefit rights, by State, October 1941

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[Corrected to Nov. 19, 1941]

	Clain recei bene	nants ving fits <sup>1</sup>	Claim receiv first pay	ving	Clain exhau benefit	sting
Social Security Board region and State	Average weekly num- ber	Percentage change from September	Num- ber	Percentage change from September	Num- ber	Per- cent- age change from Sep- tember
Total	430, 016	-12.8	185,498	1-2.0	1 98, 673	1-9.3
Region I:  Connecticut  Maine  Massachusetts  New Hampshire  Rhode Island  Vermont  Region II:	4, 200 2, 559 24, 656 1, 750 5, 203 362	-1.3 +15.1 -13.3 +18.9 -7.2 +8.2	2, 829 1, 732 10, 039 1, 105 2, 617 191	+23. 0 +38. 0 +29. 0 +53. 2 -7. 0 +38. 4	847 4 432 5, 373 4 276 1, 880 74	+2.0 +6.7 -38.8 +6.2 +.3 -19.6
New York	68, 806	-8.6	26, 932	+11,2	4 20, 215	-12.9
Region III: Delaware New Jersey Pennsylvania Region IV:	894 24, 926 26, 582	+28.8 -7.4 -3.5	534 14, 215 12, 447	+27.4 +1.7 -12.1	187 5, 881 8, 231	+21.4 +.2 +.6
Region IV: Dist. of Col Maryland North Carolina Virginia West Virginia Region V:	6, 496 9, 830 4, 509	-4.1 -18.2 -11.2 -8.6 +7.7	741 2, 374 4, 354 2, 044 2, 666	+1. 1 +4. 6 -5. 6 +7. 2 +44. 6	302 1, 894 1, 513 999 612	-17.5 -3 +28.6 -34.4 -34.3
Michigan Ohio	4, 719 22, 637 12, 984	-8.8 -43.6 -13.8	1, 591 11, 780 6, 791	-5.6 -44.0 +6.7	4 1, 113 3, 015 4 2, 484	-10.1 +67.1 -3.7
Region VI: Illinois Indiana Wisconsin	30, 957 8, 873 3, 408	-10.9 -, 1 -19.5	14, 547 (8) (5)	+. 2	6, 494 ( <sup>8</sup> )	-0.1
Region VII: Alabama Florida Georgia Mississippi South Carolina Tennessee	6, 406 14, 438 7, 302 2, 944 4, 387	-8.9 -23.8 -4.3 -14.4 -14.7 -12.9	1, 972 4, 520 3, 053 1, 244 1, 995 3, 915	-10.6 -17.6 -5.3 -8.1 -9.2 -3.5	1, 027 5, 608 1, 346 648 477 1, 813	-10.4 -5.4 -4.5 -18. +11.
Region VIII: Iowa	2, 152 5, 338 1, 306 266 328	-23.8 -3.7 +1.9 -10.4 -8.4	1, 195 2, 083 659 111 141	+3.8 -3.5 +43.9 +.9 +2.9	704 1, 363 250 4 46 4 104	-32 +15.6 -9. -83. -29.
Region IX: Arkansas Kansas Missouri Oklahoma	3, 311 3, 077 10, 053 3, 614	-36.6 -4.2 -18.1 +2.8	1, 261 1, 916 6, 104 1, 915	-34.8 +43.4 -14.5 +18.9	1, 235 726 2, 306 745	-30.1 +7.1 -12.1
Region X: Louisiana New Mexico Texas	13, 772 856 9, 716	-27.3 -12.6 -20.0	6, 311 348 4, 973	1 +8.1 -10.2	5, 235 195 3, 070	-20. +14. -22.
Region XI: Arizona Colorado Idaho Montana Utah Wyoming	565 1, 224	+1.4 -14.9 -29.4 -20.3 -1.6 -20.3	749 705 264 565 594 147	-1.8 +3.4 +74.8 +39.5 -14.3 +33.6	290 499 164 4 254 4 0 (*)	-37. -14. -5. -27.
Region XII: California Nevada Oregon Washington	47, 106 520 1, 416	-2.1 -7.6 -11.6 -4.4	15, 782 177 804 1, 875	+9.0 6 +11.5 +34.3	7, 374	+6. +4. -8. -1.
Territories: Alaska Hawaii	143	-9.5 +87.9	87 504	+40.3 +313.1	18	-51. +288.

Represents average number of weeks of unemployment compensated during weeks ended within month.
 Excludes Indiana and Wisconsin.
 Excludes Indiana, Wisconsin, and Wyoming.
 Represents claimants exhausting benefit rights under uniform-duration provisions of State law.
 Data not comparable.
 Data not reported.

Includes claims for total, partial, and part-total unemployment.
 Based on unrounded data.
 Montana, New York, and Pennsylvania do not provide benefits for partial and part-total unemployment.

though fewer continued claims were filed in October than in any month since all States began paying benefits, 29 States reported larger volumes of claim receipts than in the preceding month (table 7). Marked increases occurred in Delaware (32 percent), Hawaii (78 percent), Indiana (30 percent), Maine (25 percent), and New Hampshire (34 percent). California, Connecticut, Kan-888, Missouri, New Jersey, New York, Washington, and Wisconsin-important centers of defense activity-also reported increases in continued claims received. The same factors caused the increases in claim receipts in these States as were responsible for the increases in benefit disbursements.

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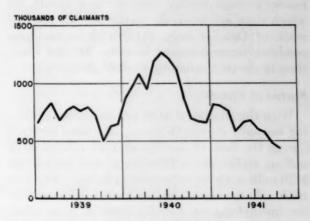
37. 6 14. 7 -5. 2 27. 8

51. 4 88. 2

ity

Average number of claimants.-The average weekly number of benefit recipients declined 13

Chart 5.—Average weekly number of claimants drawing benefits, by month, January 1939-October 1941 1



<sup>1</sup> Benefits not payable in Illinois and Montana until July 1939.

Table 10.-Collections deposited in State clearing accounts, January-October 1941, and funds available for benefits as of October 31, 1941, by State

[In thousands; data corrected to Nov. 21, 1941]

	Collectio January-	ons deposited October 1941	Transfers to railroad un-	Funds avail-			ons deposited October 1941	Transfers to railroad un-	Funds avail-
Social Security Board region and State	Amount	Percentage change from January- October 1940	employment insurance account, as of Oct. 31, 1941	able for benefits, as of Oct. 31, 1941 *	Social Security Board region and State	Amount	Percentage change from January- October 1940	employment insurance account, as of Oct. 31, 1941	able for benefits, as of Oct. 31, 1941
Total	\$876, 207	* +15.8	\$105, 901	\$2, 427, 891	Region VII-Con.	44.000	100.0	****	
Durlan V.					South Carolina Tennessee	\$5, 358	+38.7 +31.2	\$691	\$15, 726
Region I: Connecticut	21, 302	+19.9	792	62, 528	Region VIII:	9, 466	+31.2	1, 527	19, 953
Maine	4, 729	+24.2	255	7, 566	Iowa	6,942	+13.5	2, 122	21, 580
Massachusetts	37, 254	+15.8	2, 313	101, 876	Minnesota	8, 721	-13.1	2, 517	26, 99
New Hampshire	2,816	+10.9	238	8, 081	Nebraska	1, 933	-25.0	1, 682	10, 30
Rhode Island	11, 406	+33.7	152	20, 249	North Dakota	726	+2.0	577	2,40
Vermont	1,614	(4)	327	4, 485	South Dakota	704	+2.0 -28.7	403	3, 61
Region II:	.,	''		.,	Region IX:				-
New York	128, 263	+9.7	6, 858	278, 695	Arkansas		+10.3	1,088	7,83
Region III:					Kansas	4, 054	-7.2	2, 725	16, 70
Delaware	2, 548	+11.8	461	9, 206	Missouri	22, 050	+15.6	4, 871	77, 07
New Jersey	51, 568	+24.7	4, 269	173, 112	Oklahoma	5, 711	+2.7	1,001	20, 60
Pennsylvania	74, 363	+9.0	6, 699	188, 156	Region X:		400		
Region IV: Dist. of Col	* ***	(4)	903	23, 880	Louisiana New Mexico	9, 780 1, 455	(1)	1, 180 515	21, 68 3, 29
Maryland	5, 595 15, 726	(4) +28.1	793 1, 195	23, 880	Texas	12, 437	-32.5	4, 227	63, 35
North Carolina	11, 756	+28.1	1, 193	33, 837	Region XI:	12, 457	-32.0	1, 221	90,00
Virginia	8, 255	3	2, 454	25, 377	Arizona	2, 225	+24.6	338	4,70
West Virginia	9, 163	+8.6	1,002	25, 925	Colorado		+11.2	1, 528	12,71
Region V:	0, 100	10.0	1,000	80, 020	Idaho	1, 847	+10.7	373	3, 25
Kentucky	10, 653	+23.3	2,752	38, 657	Montana	2,624	+5.0	1, 186	5, 80
Michigan	65, 706	+31.6	1,932	124, 738	Utah	3,038	+13.7	517	5, 92
Ohio	62, 808	+30.0	8, 535	217, 512	Wyoming	1, 146	+7.7	602	2, 69
Region VI:			.,		Region XII:	-,	1		
Illinois	68, 348	+9.3	13, 841	238, 194	California	85, 715	+20.1	7,804	200, 60
Indiana	25, 891	+24.0	3, 190	66, 325	Nevada	955	+15.8	357	1,42
Wisconsin	9, 701	+6.2	1,964	65, 644	Oregon	7,662	+25.7	590	15, 81
Region VII:				04.000	Washington	13, 732	+34.6	1,675	31, 80
Alabama	9, 176	+12.2	***************************************	24, 078	Territories:		1000		
Florida	6, 880	+27.1	1, 509	14, 476	Alaska	622	+38.2	13	1, 55
Georgia	8,779	+20.9	2, 439	29, 970	Hawaii	1,822	+1.3	80	8,42
Mississippi	3, 432	+37.5	642	6, 119					

Represents contributions from employers, plus such penalties and interest as are available for benefits, and contributions from employees. Adjusted for refunds of contributions and for dishonored contribution checks. Current contribution rates are as follows: for employers, 2.7 percent of taxable wages in all States except Michigan, where rate is 3 percent; for employees, 1.5 percent of taxable wages in Rhode Island, and 1 percent of taxable wages in Alabama, California, Kentucky, and New Jersey. Experience rating, resulting in modified contribution rates, became effective Jan. 1, 1938, in Wisconsin; Jan. 1, 1940, in Indiana, Nebraska, and South Dakota; Jan. 1, 1941, in California, Kansas, Kentucky, Minnesota, New Hampshire, Texas, Vermont, Virginia, and West Virginia; Apr. 1, 1941, in Alabama, Connec-

ticut, and Hawaii; and July 1, 1941, in Oregon. All States collect contributions on a quarterly basis, either wholly or in part, except West Virginia and Wisconsin, which collect on a monthly basis.

<sup>3</sup> Represents sum of balances at end of month in State clearing account and beneft payment account, and in State unemployment trust fund account maintained in the U. S. Treasury. State unemployment trust fund accounts reflect transfers to railroad unemployment insurance account.

<sup>3</sup> Excludes District of Columbia, Louisiana, and Vermont.

<sup>4</sup> Not computed, because contributions for the 2 periods compared relate to wages paid during different numbers of months.

percent from September to 430,000, approximately 268,000 fewer than in October of last year, and the lowest average weekly total for any month for which data are available (table 9). In the last week of October only 451,000 claimants were receiving unemployment benefits, 241,000 fewer than in the corresponding week of 1940.

#### Status of Funds

With the deposit of \$148 million in State clearing accounts during October, collections received during the first 10 months of 1941 totaled \$876 million (table 10). This total was more than \$120 million above collections in January-October 1940. At the end of October 1941, funds available for unemployment benefits totaled more than \$2.4 billion.

Only six States reported lower collections in October than a year ago; reductions ranged from less than 1 percent in Virginia to 33 percent in Texas. In Nebraska and South Dakota, where collections decreased 25 and 29 percent, respectively, the average rate of contribution under experience rating, which has been effective since January 1, 1940, was lower in 1941 than in 1940. In the other States-Kansas, Minnesota, Texas, and Virginia-rate reductions granted to employers since January 1, 1941, were responsible for the declines. In Kansas, however, modified rates were not assigned until after October 1, 1941; consequently employers who had paid contributions on January-June 1941 pay rolls were credited with the excess of contributions between the old and new rates.

#### Interstate Claims, Third Quarter, 1941

Although compensable unemployment among workers crossing State boundaries decreased materially in the third quarter of 1941, a sustained migration of persons to defense areas in search of jobs appears to have maintained the amount of unemployment among covered interstate workers at a relatively higher level than among intrastate workers. The number of weeks compensated on interstate claims was 6.5 percent of the number compensated on intrastate claims in the third quarter of 1941, whereas in July-September 1940 it was only 4.6 percent of the number of weeks compensated on intrastate claims. The volume of both interstate and intrastate unemployment, as reflected in the number of weeks of unemploy-

ment compensated, fell to the lowest levels on record. The tabulation below indicates these trends.

		weeks com- ed on—	Number of weeks com- pensated on
Quarter	Interstate claims	Intrastate claims	interstate claims per 100 weeks compensated on intrastate claims
1940			
January-March April-June July-September October-December	557, 257	11, 328, 561 13, 057, 934 12, 233, 373 7, 497, 037	4.8 4.3 4.6 6.4
January-March	557, 550 455, 518 406, 266	8, 648, 882 7, 247, 526 6, 288, 747	6.4 6.3 6.5

Interstate claims compensated, however, furnish only a partial index of interstate migration, Skilled and semiskilled workers are finding little difficulty in obtaining employment upon arrival in new areas; consequently their movement from one State to another is not reflected in claims filed. Furthermore, the unskilled migrants—the bulk of those searching for employment across State boundaries—are in many instances agricultural workers and young persons with little or no previous employment experience who are either not covered by State unemployment compensation systems or who fail to qualify for benefit payments because of insufficient wage credits in any one State.

Compared with the third quarter of 1940, fewer interstate benefit payments were made this quarter in all but five jurisdictions—California, District of Columbia, Florida, Hawaii, and Kansas. In Alaska, Idaho, Iowa, Michigan, Ohio, Washington, West Virginia, Wisconsin, and Wyoming, the number of weeks compensated fell to half, or less than half the number compensated in July-September 1940. Similarly, activity as agent State was curtailed in all jurisdictions; only Hawaii and Kansas transmitted more claims as agent State this quarter.

From some States, covered workers have migrated to every corner of the country seeking employment. California and New York received claims from every other State, and only Maine failed to transmit any claims to Illinois (table 11). Eight other States paid benefits to claimants in at least 45 jurisdictions.

Table 11.—Number of weeks of unemployment compensated by payments on interstate claims' received as liable State from agent State' by State, July-September 1941

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[Corrected to Nov. 19, 1941]

25	3.244   3.046   2.863 5, 061   1.115   22.860   1.125   9.100   15.867   5.1176 5, 206 5, 738 8, 873 8, 894 9, 820   2.515   10.101   910   66   207   16   2.860   1.125   9.100   15.867   11.101   910   66   207   16   2.860   1.125   9.100   15.867   11.101   910   91	Conn. Maine Mass. N.H. R.I. Vt. N. Y. Del. N.J. Pa. D. C. Md. N. C. Va. W. Ky. Mich. Ohio III. Ind. Wis. Ala. Fla. Ga. M	Social Security Board Region I Region II Region IV Region VI Region VI Region VI Region VI	Stories Security Board season Seets
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See footnotes at end of table.

Region IX	Reg
s. Mo. Okla. La.	Ark. Kans.
596 15, 444 13, 346 7, 737	456 8, 8
10   10   10   10   10   10   10   10	805100000000000000000000000000000000000

Includes claims for partial unemployment for a number of States, although such payments are not provided in the interstate benefit-payment plan.

I Liable State is one to which a claim has been forwarded by agent State for disposition.

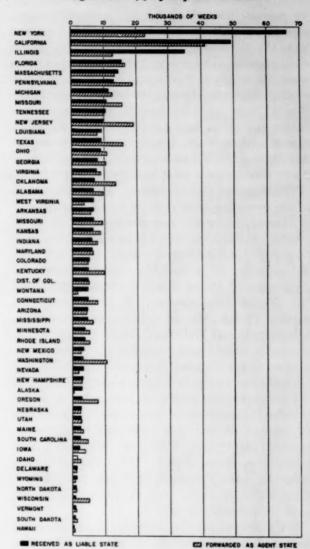
<sup>1</sup> Includes 13 weeks compensated by Washington as liable State for which break-down by agent State was not reported.

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Usually States transmit most of their claims to adjoining States. Eighty-four percent of the compensable interstate claims filed in the New England States were for workers who had obtained wage credits in that area or in New York State. In other areas, however, the interchange of workers in contiguous States is not so pronounced. Twenty-six States reported that they had transmitted claims to at least 40 others. California transmitted most claims as agent State, with a volume almost twice that of New York, the next highest State. California acted as agent State for every other jurisdiction. New York and Illinois compensated 35 percent of the claims transmitted by California.

Most States show a marked difference between the number of claims forwarded as agent State and the number received as liable State. Since January 1940, when the data were first reported, Florida, Indiana, Kansas, Kentucky, Missouri, New Jersey, Pennsylvania, Washington, and Wisconsin have generally been among those States which transmit more claims than they receive. In the third quarter of 1941, 33 States forwarded more claims as agent State than they compensated as liable State. Hawaii, Kentucky, New Jersey, Oklahoma, Oregon, and South Carolina forwarded about twice the number. Washington three times, and Wisconsin six times the number of compensable claims received as liable States. Seasonal industrial workers returning from northern Illinois to Wisconsin, and from Indiana and Michigan to Kentucky, account in large part for the interstate claims filed in those States. On the other hand, California, Illinois, Massachusetts, Montana, and New York compensated, in most quarters, more claims as liable State than they transmitted as agent State. Alaska, Montana, and New York showed the most marked disparity this quarter. Alaska compensated as liable State 12 times as many weeks as it transmitted; seasonal workers in canning, mining, and fishing returned to California, Oregon, and Washington and filed their claims in these States. Montana compensated three times as many claims as it transmitted, primarily because workers left Montana to look for defense jobs on the West Coast. In New York the number of weeks compensated as liable State was more than double the number forwarded as agent State; the majority of the interstate claims

Chart 6.—Number of weeks compensated as liable and as agent State, July-September 1941



came from California, Florida, New Jersey, and Pennsylvania.

#### Allowances and Disallowances of New Claims, Third Quarter, 1941

The proportion of claimants found eligible for benefits during July-September 1941 on the basis of their past earnings or employment experience was virtually the same as in the preceding quarter. More than 1 million workers, or 83 percent of the 1.2 million who filed claims for benefits, qualified for compensation (table 12); the corresponding proportion for April-June was 84 percent, and for the first quarter of the year, 81 percent. Dis-

positions on first determination and claims allowed by the initial authority, both approximately 30 percent fewer than in the previous quarter, represented the smallest loads for this year and were also the lowest third-quarter totals since such data became available in 1939. The reductions were due largely to the normal drop in the number of dispositions in the quarter following the initiation of new uniform benefit years in several States and to increasing employment. In the 10 States with uniform benefit years beginning in April, total dispositions in July-September were 25-77 percent lower than in the preceding quarter.

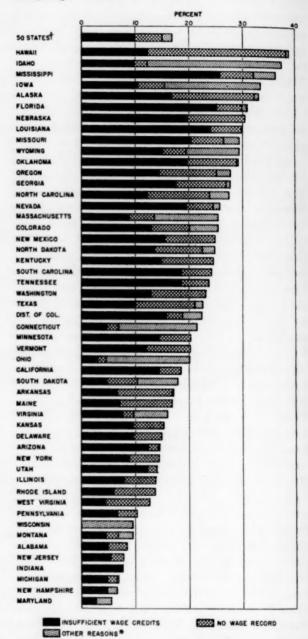
Disallowance rates, however, were higher than in the preceding quarter in 26 States, particularly in Hawaii, where the rate jumped from 16 to 38 percent; in Missouri, where it increased from 15 to 29 percent; and in Oregon, where it rose from 12 to 28 percent. In a majority of the States the proportion of claims disallowed was higher than the Nation-wide average of 17 percent. In Alaska, Florida, Hawaii, Idaho, Iowa, Louisiana, Mississippi, and Nebraksa, 30-38 percent of all claimants were found ineligible for benefit payments. Most of these States had large proportions of disallowed claims in the previous quarter and in the corresponding period of 1940. At the other extreme, disallowances accounted for less than 10 percent of first determinations in Alabama, Indiana, Maryland, Michigan, Montana, New Hampshire, New Jersey, and Wisconsin; the proportions for Maryland, Montana, New Hampshire, and New Jersey were approximately as low as in the preceding quarter.

Sixty percent of the ineligible claimants were denied benefits because of insufficient wage credits, the principal reason for disallowance, as compared with 63 percent for April–June. The 119,000 claimants denied benefits for this reason and the 57,000 declared ineligible because they had not been employed in covered occupations represented 9.9 and 4.8 percent, respectively, of all dispositions on first determination, approximately the same as in the preceding quarter. Claims disallowed for other reasons numbered more than 22,000, or 1.8 percent of total dispositions, almost twice the proportion for April–June.

Hawaii had the highest rate of disallowance for insufficient wage credits—38 percent of total claim dispositions. This reason accounted for between 18 and 25 percent of the disallowances in

Florida, Louisiana, Mississippi, Missouri, Nebraska, Nevada, Oklahoma, South Carolina, and Tennessee. Nevada, where the qualifying requirement had been changed, effective July 1, 1941, now requires that the claimant must also

Chart 7.—Percent of new claims disallowed on first determination, by reason of disallowance and by State, July-September 1941



†Excludes Wisconsin because provisions of State law are not comparable.

\*Includes some claims not allocated by reason of disallowance where provision of State law is not comparable.

have earned five times the weekly benefit amount in some quarter of the base period other than the high quarter. In Oklahoma, the law was changed,

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effective July 1, to provide an earnings requirement of 22 instead of 16 times the weekly benefit amount.

Table 12.-Number of new claims disposed of on first determination by the initial authority, number allowed, number disallowed and percentage distribution by reason for disallowance, by State, July-September 1941

[Corrected to Oct. 25, 1941]

						Disall	owed			
	Total number of						Reason for d	iisallowance		
Social Security Board region and State	disposi- tions on first deter-	Number allowed	Number	Percent of total dis-	Insufficie	ent wage dits	No wag	e record	. All o	other
	mination			positions	Number	Percent of total dis- positions	Number	Percent of total dis- positions	Number	Percent of total dis- positions
Total	1, 211, 108	1, 011, 395	199, 713	16. 5	1 118, 925	19,9	1 57, 206	14.8	1 22, 257	11.8
Region I:									1	
Connecticut	19, 095 5, 499	15, 012	4, 083 916	21. 4 16. 6	894 383	6.9	408 533	2.1	2, 781	14.6
Massachusetts	50, 339	4, 583 37, 619	12, 720	25. 3	4, 500	8.9	2, 287	9.7 4.6	5, 933	11.8
New Hampshire	7, 669	7, 187	482	6.3	344	4.5	138	1.8	0	
Maine. Massachusetts. New Hampshire Rhode Island Vermont.	14, 297 923	12, 341 737	1, 956 186	13. 7 20. 2	849 109	5.9 11.8	1, 107	7. 8. 8. 4	0	
		101	180	20, 2		11.0	**	0.1	0	
New York	153, 662	131, 764	21, 898	14. 2	13, 236	8.6	8, 662	5.6	0	
Region III:	2, 247	1,916	991	14.7	214	9.5	117	5.2		
Delaware	66, 741	61, 682	331 5, 059	7.6	3, 378	9. 5 5. 1	1, 679	2.5	0 2	(2)
New Jersey Pennsylvania	69, 956	62, 786	7, 170	10.2	4, 505	6.4	2, 665	3.8	ō	(-)
Region IV:		9,400	000	00.0	man	10.0	100		***	
District of Columbia	4, 489 15, 132	3, 493 14, 358	996 774	22. 2 5. 1	700 351	15.6 2.3	132 423	3.0 2.8	164	3.6
North Carolina	29, 759	21, 593	8, 166	27.4	3, 598	12.1	3, 521	11.8	1,047	3. 8 6. 4
Maryland. North Carolina. Virginia. West Virginia.	9, 121	7, 667	1, 454	15. 9	662	7.3	203	2.2 8.2	589	6.4
Region V:	9, 601	8, 409	1, 192	12.4	408	4.2	784	8.2	0	
Kentucky Michigan Ohio	15, 605	13, 564	2,041	13.1	1, 228	7.9	813	5.2	0	
Michigan	167, 686	156, 786	10, 900	6.5	7, 694	4.6	2, 858	1.7	348	18.
Region VI:	41, 533	33, 174	8, 359	20.1	3 1, 159	2.8	642	1.5	6, 558	15. 8
Illinois	71, 184 26, 577	61, 333 24, 632	9, 851 1, 945	13.8 7.3	5, 635 1, 901	7.9	4, 216 44	5.9	0	
Indiana Wisconsin •	13, 906	12, 581	1, 325	9.5	(1)		(1)		(1)	************
Region VII:							***			
AlabamaFlorida		16, 390 28, 523	1, 474 12, 639	8. 2 30. 7	868 10, 376	4. 8 25. 2	606 1, 924	3.4 4.7	339	
Georgia	17, 233	12, 501	4, 732	27.4	2, 975 2, 195	17.3	1, 642	9.5	115	4.
Georgia Mississippi South Carolina	8, 679 15, 435	5, 555	3, 124	36.0	2, 195	25.3	567	6.5	362	4.3
Tennessee	15, 435 24, 777	11, 717 18, 936	3, 718 5, 841	24. 1 23. 6	2, 826 4, 533	18.3 18.3	892 1, 308	5.8	0	
Region VIII:										
Iowa. Minnesota.	8, 464	5, 664	2,800	33. 1	881	10.4	405	4.8	1,514	17.1
Minnesota	11, 927 3, 437	9, 518 2, 394	2, 409 1, 043	20. 2 30. 3	1, 691 673	14. 2 19. 6	718 370	10.7	0	**********
North Dakota	708	532	176	24.8	95	13.4	63	8.9	18	7.
Nebraska North Dakota South Dakota	1,038	853	185	17.8	48	4.6	60	5.8	77	7.4
Region IX: Arkansas	20, 685	17, 180	3, 505	16.9	1, 323	6.4	2, 140	10.3	42	
Kansas	6, 575	5, 581	994	15.1	610	9.3	384	5.8	0	
Kansas Missouri Oklahoma	26, 881	19, 017	7,864	29. 2	5, 430	20. 2	1,008	6.0	826	3.
Oklahoma Region X:	9, 150	6, 494	2, 656	29.0	1,790	19.6	847	9.2	19	
Louisiana	42, 216	29, 691	12, 525	29.7	10,099	23.9	2, 426	5.8	0	
New Mexico	2, 217	1,666	551	24.8	339	15.3	212	9.5	0	
Texas Region XI:	32, 776	25, 436	7, 340	22.4	3, 286	10.0	3, 593	11.0	461	1,
Arizona	4, 243	3, 635	608	14.3	518	12.2	82	1.9	8	5.
Colorado	4, 397	3, 290	1, 107	25. 2	561	12.8	320	7.3	226	5.
Idaho Montana	2,033	1, 278 2, 466	755 254	37. 1 9. 3	202 119	9.9	45 61	2.2	508 74	25.0
Utah	7, 136	6, 137	909	14.0	865	12.1	133	1.9	1	
W yoming	1, 154	817	337	29. 2	173	15.0	51	4.4	113	9.
Region XII: California	1	66, 888	15, 010	18.3	11, 659	14.2	3, 351	41	0	
Nevada.	1, 160	869	300	25. 7	226	19.4	60	4.1 8.1	14	1.
Oregon. Washington	1, 169 4, 237	3,070	1, 167	27.5	610	14.4	452	10.6	105	2
Washington Territories:	14,742	11, 358	3, 384	23.0	1,866	12.7	1, 512	10.3	6	(1)
Alaska	428	287	141	32.9	72	16.8	65	15.2	4	:
Hawaii		435	271	38.4	268	38.0	0		4 3	1

<sup>&</sup>lt;sup>1</sup> Excludes Wisconsin, for which data are not comparable because of provision of State law.
<sup>1</sup> Less than 0.05 percent.

Insufficient weeks of employment in base period.
 Data represent dispositions of all initial claims for total and part-total unemployment.

In the other States, except South Carolina, earnings qualifications raised in previous periods continued to result in high disallowance rates. In South Carolina, the reduction in the disallowance rate from 36 percent in the preceding quarter to 18 percent in July-September is chiefly attributable to a liberalizing amendment effective July 1, 1941.

The jurisdictions with the largest proportions of claims disallowed because there were no wage records were Alaska, Arkansas, Nebraska, North Carolina, Oregon, Texas, and Washington. Except in Oregon and Washington, disallowances for this reason in these States were 10 percent or more of total dispositions for the quarter.

Disallowances for all other reasons arise from many causes, among which are exclusion as a result of seasonal employment, duplicate filing of claims, and certain actions of the claimant, such as misconduct and voluntary leaving, which result in disqualification under most State procedures. In Idaho, where such disallowances rose from 11 to 25 percent between the second and third quarters. voluntary leaving and discharge for misconduct were recently changed to eligibility factors and are now classified as disallowances instead of disqual-Connecticut, Iowa, Massachusetts, and Ohio reported disallowance rates for all other reasons ranging from 12 to 18 percent. Except for Massachusetts, these States also reported the highest proportions of claimants ineligible for all other reasons in the second quarter of 1941.

#### State Amendments

During October the Massachusetts legislature enacted four bills relating to unemployment compensation. One bill, approved October 24, completely revised the unemployment compensation law and adopted major changes with respect to coverage, contributions, eligibility, disqualifications, and administration.

This act extended coverage effective January 1, 1943, to employers of one or more workers; previously only employers of four or more had been covered. Termination of coverage of voluntarily covered employers was also provided. A former provision authorizing the agency to exempt from coverage short-time or emergency employment of not more than 4 weeks was repealed.

Both contributions and benefits were put on a wages-paid basis, and the term "wages" was defined, as in the Federal Unemployment Tax Act, to exclude certain payments by an employer into special funds for the benefit of employees, voluntary payment by an employer of the employees' tax under the Federal Insurance Contributions Act, and dismissal payments which the employer is not legally required to make. Collection methods were amended and compromise of delinquent contributions authorized under certain conditions.

Experience-rating provisions were amended to limit to \$1,000 (formerly \$1,280) the amount of an individual's base-period wages chargeable to any employer's account as "benefit wages." A provision for study of experience rating was repealed.

The qualifying-wage requirement was changed from 25 times the weekly benefit amount to a flat \$150. The waiting period was reduced, effective April 1, 1942, to 1 week of total or 2 weeks of partial unemployment; the old provision required 2 weeks of total unemployment or 4 weeks of partial. Provisions relating to partitime workers were amended to make optional rather than mandatory the Director's adoption of regulations prescribing conditions required to qualify for benefits.

In line with the trend in other States toward more stringent disqualifications, new disqualifications were added, including a provision disqualifying an individual for the duration of unemployment due to discharge for "deliberate misconduct in willful disregard of the employing unit's interest," and a provision disqualifying women from benefits for unemployment due to pregnancy and childbirth. The labor-dispute disqualification was modified by a stipulation that payment of regular union dues shall not be construed as participating in, financing, or being directly interested in a labor dispute. Former provisions disqualifying an individual for receipt of a pension from private industry or from a government instrumentality were repealed.

Several changes were made in administrative provisions. The Division of Unemployment Compensation was renamed Division of Employment Security, and the name of the unemployment compensation administration account changed

accordingly. Reciprocal-arrangement provisions were broadened and benefit claims and appeals procedures amended.

Another amendment, also approved October 24, transferred the treasury unit of the Division of Employment Security, in the Department of Labor and Industries, from the Department of the Treasurer and Receiver General to the Division of Employment Security, and placed the positions in the unit under classified civil service. An act

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approved October 29 brought deputies and assistants under the classified civil service.

An act approved October 28 provided for preserving benefit rights of individuals in military service. Massachusetts thus became the thirtyeighth State to enact legislation of this type.

The District of Columbia, by an amendment approved November 21, 1941, postponed the effective date of experience rating from July 1, 1942, to July 1, 1943.

# Railroad Unemployment Insurance\*

Regional offices of the Railroad Retirement Board received 36,891 unemployment insurance claims in the 5 weeks ended October 31 (table 1). The average of 7,378 per week, slightly larger than the September average of 7,220, reflects the increase in claims receipts in the New York, Chicago, Minneapolis, and Seattle offices, which was probably related to the seasonal decline in maintenance-of-way employment. According to the Interstate Commerce Commission, the number of maintenance-of-way employees on class I railroads in the Great Lakes area and in the Northwest was some 6,400 lower in mid-October than in the preceding month. Aggregate employment for all class I railroads, however, increased by nearly 6,500 mainly because of a rise in other departments, particularly in the train-and-engine service, which

normally reaches its seasonal peak in October.

Applications for certificate of benefit rights totaled 5,970 in the October period, an average of 1,194 per week. The increase of more than 200 over the low weekly average for September is, to a large extent, the result of high receipts in the last October week in the Cleveland office. These applications were submitted by employees furloughed for a few days because of the shut-down of captive coal mines between October 26 and the end of the month. The Minneapolis office also reported an increase in applications, undoubtedly due to the reduction in maintenance-of-way employment.

By the end of October, 33,320 applications for certificate of benefit rights based on 1940 wages had been received and 32,683 adjudicated. A total of 32,316 applicants were held qualified for benefits, and 367 were ruled ineligible because base-year wages were less than \$150.

\*Prepared by the Bureau of Research and Information Service, Railroad Retirement Board, in collaboration with the Bureau of Research and Statistics, Social Security Board.

Table 1.—Railroad unemployment insurance: Applications for certificate of benefit rights and claims received, and benefit payments certified, by specified period, 1941-42 and 1940-41

Period		1941	-42		1940-41				
	Applications	Claims	Benefit p	ayments	Applications	Claims	Benefit payments		
			Number	Amount			Number	Amount	
July-October	1 33, 320	128, 090	2 104, 889	<b>\$2,</b> 178, 875	1 84, 991	400, 578	2 253, 708	1 \$3, 732, 470	
October	5, 970	36, 891	31, 954	693, 879	14, 066	97, 982	70, 950	1, 051, 93	
lst week 2d week 3d week 4th week 5th week Weekly averages:	996 1, 217 1, 044 1, 026 1, 687	6, 890 7, 572 7, 324 7, 823 7, 282	6, 043 6, 382 6, 467 6, 533 6, 529	131, 306 139, 694 140, 568 140, 770 141, 541	2, 407 2, 891 2, 625 3, 365 2, 778	21, 183 18, 616 20, 049 19, 366 18, 768	14, 632 14, 120 14, 806 14, 202 13, 100	221, 39 206, 73 219, 08 210, 89 193, 83	
July August September October	3, 838 1, 315 986 1, 194	6, 464 7, 499 7, 220 7, 378	4, 683 6, 175 6, 415 6, 391	83, 843 129, 947 140, 457 138, 776	8, 788 4, 138 2, 809 2, 813	22, 950 24, 246 22, 721 19, 596	11, 092 15, 241 16, 584 14, 190	150, 64 222, 65 247, 92 210, 38	

<sup>&</sup>lt;sup>1</sup> Includes some applications received in June for benefit year beginning in July.

<sup>&</sup>lt;sup>3</sup> Net figures, corrected for underpayments and recovery of overpayments through end of October.

About as many claims were adjudicated in October as were received. In all, 39,585 claims were processed, but 2,518 of them were adjudicated a second time. Most of the latter were claims originally held invalid, which were reviewed after receipt of the delayed application for employment. Of the total processed, 31,954 claims or 81 percent were certified for benefit payment—about the same proportion as in September; on 253 claims, waiting-period credit only was allowed.

Benefits certified in the 5 October weeks amounted to \$694,000, of which more than \$690,-000 represented claims in the current benefit year. The remainder applied to 174 certifications on claims for the old benefit year under the amended act and to 14 claims certified under the provisions of the original act. The certifications for the current benefit year were made on 4,149 initial claims on which waiting-period credit was also allowed, and on 27,617 claims for subsequent registration periods (table 2). The ratio of 1 new beneficiary to a total of 7 established in the preceding month was thus maintained in October. There were no marked changes in the average benefit per certification or in the underlying averages for the daily benefit rate and the number of compensable days of unemployment. amount certified on initial claims, with a maximum of 7 compensable days, averaged \$14.49; on subsequent claims, with a maximum of 10 compensable days, the average benefit was \$22.82.

The 4,300 benefit accounts opened in October

brought to 23,047 the cumulative number of accounts for the current benefit year established by the end of the month. As at the end of September, the number of accounts was less than half of the total in the corresponding period of the preceding year. In July-October 1940, 47,014 benefit accounts based on 1939 wages were opened; at that time there were also many accounts based on 1938 wages from which benefits could still be certified.

#### **Employment Service**

In the 5 October weeks the employment offices were notified of 6,747 openings; approximately 6,500 were with railroad employers. In the same period, 2,077 previously reported openings were canceled. Nearly 7,100 qualified workers were referred to available jobs and 3,611 were placed. This total includes 806 placements made through cooperative action with the State employment services.

All measures of employment service activity in October indicate a higher level of operation than in any previous month. The great majority of placements, however, were still those of track laborers; they totaled nearly 2,800. Although a seasonal decline in employment for this group has already begun in the North, track laborers were still being hired in the South and Southwest. The Kansas City office alone placed almost 1,000 maintenance-of-way laborers during the October period.

Table 2.—Railroad unemployment insurance: Number of benefit certifications, average benefit, and average number of compensable days in benefit year 1941-42, by specified period, July-October 1941 <sup>1</sup>

Type of certification and period	All certifications			Certifications with 14 days of unemployment		Certifications with 8-13 days of unemployment			Certifications with 5-7 days of unemployment			
	Number	Average benefit payment	Average daily benefit	Average number of com- pensable days	Percent of all certifi- cations	Average daily benefit	Percent of all certifi- cations	Average daily benefit	Average number of com- pensable days	Percent of all certifi- cations	Average daily benefit	Average number of com- pensable days
Certifications for first registra- tion period: <sup>3</sup> July 19-Aug. 1	8, 989 5, 877 3, 465 4, 149	\$15.94 14.24 14.47 14.49	\$2.64 2.55 2.59 2.54	6, 03 5, 57 5, 60 5, 69	68. 7 60. 4 58. 4 61. 9	\$2, 64 2, 56 2, 61 2, 56	31, 3 39, 6 41, 6 38, 1	\$2.65 2.53 2.57 2.51	3. 90 3. 42 3. 64 3. 55			
registration periods: 3 July 19-Aug. 1 Aug. 2-29 Aug. 30-Sept. 26 Sept. 27-Oct. 31	1, 421 18, 156 21, 671 27, 617	22, 55 23, 36 22, 91 22, 82	2.44 2.66 2.64 2.64	9, 26 8, 79 8, 66 8, 63	80. 7 71. 8 69. 6 67. 6	2. 45 2. 69 2. 68 2. 68	15. 4 22. 0 22. 9 25. 2	2. 32 2. 53 2. 52 2. 53	7. 10 6. 79 6. 69 6. 81	3.9 6.2 7.5 7.2	\$2, 32 2, 50 2, 49 2, 55	2.2 1.9 2.0 2.0

<sup>&</sup>lt;sup>1</sup> Data based on 33.3-percent sample, except number of certifications and average benefit per certification.

<sup>&</sup>lt;sup>3</sup> Benefits are payable for each day of unemployment in excess of 7 for first registration period and in excess of 4 for subsequent registration periods.

## **OLD-AGE AND SURVIVORS INSURANCE**

BUREAU OF OLD-AGE AND SURVIVORS INSURANCE • ANALYSIS DIVISION

## **Operations Under the Social Security Act**

#### Court Rules on Coverage of Railroad-Owned Steamship Company

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Determination of the status of companies which may be subject to the Railroad Retirement Act or the Social Security Act has been a major administrative problem. Although railroad subsidiaries performing "services in connection with transportation by railroad" are, by the terms of the Railroad Retirement Act, covered under that law, disagreements have arisen with regard to the interpretation of this provision.

In November, a decision in a test case on this interpretation was handed down by a United States Circuit Court of Appeals.¹ The appeal arose out of a suit brought by a steamship company against the Collector of Internal Revenue for refund of taxes which were collected under the Carriers Taxing Act of 1937 (companion act to the Railroad Retirement Act of 1937) on the theory that the steamship company was owned by a carrier subject to the act, and performing services as defined therein, and was therefore an employer under the act.

The steamship company contended that, although its stock was owned by an employer subject to the Carriers Taxing Act, it did not perform services or handle property in connection with the transportation of passengers or property by railroad, a condition for coverage under the Carriers Taxing Act. This contention, upheld in the lower court, <sup>2</sup> was affirmed by the Circuit Court.

In affirming the judgment of the lower court, the court stated that "A . . . controlling fact, is that the freight traffic, whose handling appellant [Collector of Internal Revenue] relies on as bringing appellee [steamship company] within the [Carriers Taxing] act, is freight delivered on through rates controlled and prescribed by tariff to which the participating carriers are parties. . . . the details . . . of how and by whom each particular step in the carriage is effected

become wholly unimportant. . . . What is important is that though appellee's stock is owned by the Central Railway, appellee is in no sense and at no time its agent . . . It operates its own equipment and facilities, performs transportation services for itself, and for itself handles the property delivered to it by, and which in turn it delivers to, carriers by rail . . . Appellant's view, stripped to its base, is that appellee, though engaged exclusively in operating a steamship line, . . . is intended to be and is made subject to the Special Railroad, instead of the General, Social Security System, merely because it is owned by a railroad, participates in through routes and joint rates with its parent company and other railroads, and as part of through transportation, handles freight to and from the railroad carriers with which it has arrangements. Appellee's view, simply stated, is that a steamship company carrying by water and not by rail, is a part not of the railroad but of the maritime industry of the country. . . .

"It is quite apparent that the construction for which appellant contends will result in cutting across industrial lines and in absorbing into the special railroad insurance system, some parts of other industries because those parts happen to be owned by railroads, while that for which appellee contends will have no such effect. . . .

"Certainly the Congressional intent to include water carriers cannot be drawn from the fact, if it be a fact . . . that water carriers, in addition to performing purely steamship services, perform for a charge and for themselves, transportation services which the railroad carriers could have undertaken but left to the water carriers to perform. For, if this were the simple criterion, Congress could easily and would have said so, instead, as it did, of confining the application of the act to rail carriers and companies owned by them which performed a part of their transportation service for them."

The effect of this decision, unless it is reversed by the Supreme Court, will be to bring under the Social Security Act many railroad subsidiaries such as bus and boat companies, lumber concerns, and the like.

<sup>&</sup>lt;sup>1</sup> Marion H. Allen, Collector of Internal Revenue for District of Georgia, Appellant, v. Ocean Steamship Company of Savannah, Appellee (U. S. CCA (3) #9947, Nov. 12, 1941).

<sup>1</sup> Ocean Steamship Company v. Allen (36 Fed. Supp. 851).

#### Employee Accounts Established and Employer Identification Numbers Assigned, October 1941

The average weekly number of employee accounts established in October (table 1) was the lowest since May. The average of 118,000 represented a decrease of nearly 10 percent from the previous month, and a decline of more than 25 percent from the average for the third quarter of 1941. As in every other month this year, the October figure was above that for the comparable month of 1940. In October, the average number assigned exceeded by over 5 percent the average established during the same month a year ago.

Employer identification numbers assigned during October averaged nearly 8,000 per week—a gain of approximately 40 percent over the previous month. The October average is almost the same as the average for the first 10 months of 1941; the September decline had been due to changes in administrative procedures rather than economic fluctuations. The October increase in employer identification numbers assigned was relatively largest in Massachusetts where assign-

ments rose from a weekly average of 38 in September to 330 in October. New York, Minnesota, Texas, and California also showed substantial gains.

#### Monthly Benefits in Force and Payments Certified, October 1941

At the end of October the number of monthly benefits in force reached 449,000, an increase of 19,000 or 4.5 percent over the number at the end of September (table 3).

The proportion of monthly benefits in conditional-payment status has increased markedly for many months, reaching a high of 10 percent in October. This rise is due to an increased number of "suspensions," that is, benefits previously in current or deferred-payment status which have been transferred to conditional-payment status, generally because the beneficiary or primary beneficiary has returned to covered employment. (See table 3, footnotes, for definitions of benefit status.) Benefits which have been in conditional-payment status since the date of entitlement—designated "frozen benefits"—have increased

Table 1.—Weekly average of employee accounts established and employer identification numbers assigned, by State,
October 1941 1

Social Security Board	Employe	e accounts	Employer i	dentification abers		Employe	e accounts	Employer i	dentification bers
region and State	Average number	Percentage distribu- tion	Average number	Percentage distribu- tion	Social Security Board region and State	Average number	Percentage distribu- tion	Average number	Percentage distribu- tion
Total	117, 973	100.0	7, 970	100.0	Region VII—Continued South Carolina	0 101		***	
Region I:					Tennessee	2, 491 2, 904	2.1	58 138	1.
Connecticut	1, 464	1.2	88	1.1	Region VIII:	2, 904	2.0	100	4. 1
Maine	823	1.7	46	.6	Iowa	1,696	1.4	89	1.1
Massachusetts	3, 431	2.9	330	4.2	Minnesota	2,072	1.8	248	3.1
New Hampshire	481	.4	39	.5	Nebraska	843	.7	57	
Rhode Island	618	.5	39	.5	North Dakota	391	.3	23	1 3
Vermont	348	.3	20	.2	South Dakota	367	.3	28	
Region II:	010		-		Region IX:	901		-	
New York	12, 454	10.6	1,025	12.9	Arkansas	2, 190	1.9	61	
Region III:		1	2,020	1	Kansas	1, 296	1.1	95	1.
Delaware	227	.2	21	.3	Missouri	3, 588	3.0	232	2
New Jersey	3, 017	2.6	161	2.0	Oklahoma	1,874	1.6	145	1.0
Pennsylvania	7, 687	6.5	418	5.2	Region X:	-,			
Region IV:			1		Louisiana	2, 100	1.8	94	1.:
District of Columbia	927	.8	52	.7	New Mexico	454	.4	39	
Maryland	2,300	1.9	96	1.2	Texas	5, 840	4.9	491	6.
North Carolina	3, 443	2.9	75	.9	Region XI:	-,			
Virginia	2, 597	2.2	138	1.7	Arizona	390	.3	62	
West Virginia	1,500	1.3	81	1.0	Colorado	887	.8	38	
Region V:					Idaho	517	.4	29	
Kentucky	2,092	1.8	71	.9	Montana	413	.4	44	
Michigan	3, 917	3.3	276	3.5	Utah	621	. 5	28	
Ohio	5, 241	4.4	341	4.2	Wyoming	192	.2	21	
Region VI:					Region XII:				
Illinois	6, 929	5.9	586	7.4	California	6, 894	5.8	593	7.
Indiana	2,850	2.4	340	4.3	Nevada	110	.1	20	
Wisconsin	2, 433	2.1	195	2.4	Oregon	1, 161	1.0	72	
Region VII:					Washington	2, 027	1.7	242	3.
Alabama	3,062	2.6	149	1.9	Territories:				
Florida	2,079	1.8	173	2.2	Alaska	82	.1	17	
Georgia	4, 198	3.5	114	1.4	Hawaii	259	.2	13	
Mississippi	2, 196	1.9	119	1.5					

<sup>&</sup>lt;sup>1</sup> The data on employee accounts established and employer identification numbers assigned, while representing somewhat similar administrative oper-

ations, are not necessarily related from an economic viewpoint. Weekly averages are computed for the 5-week period Sept. 27-Oct. 31, 1941.

Table 2.- Average amount of monthly benefits in force, by type of benefit and payment status, October 31,

[Corrected to Nov. 10, 1941]

	Pa	yment stat	us	
			Cond	itional
Total	Current	Deferred	Suspen- sions	"Frozen benefits"
\$22.71 12.10 12.17 20.26 19.48	\$22.73 12.13 12.20 20.22 19.52	\$22. 14 11. 76 10. 57 23. 30 17. 72	\$21. 28 11. 16 11. 41 21. 16 19. 54	\$25. 7: 13. 2 11. 9 23. 2 18. 6
	\$22.71 12.10 12.17 20.26	Total Current  \$22.71 \$22.73 12.10 12.13 12.17 12.20 20.26 20.22	Total Current Deferred  \$22.71 \$22.73 \$22.14 12.10 12.13 11.76 12.17 12.20 10.57 20.26 20.22 23.30	Total Current Deferred Suspensions  \$22.71 \$22.73 \$22.14 \$21.28 12.10 12.13 11.76 11.16 12.17 12.20 10.57 11.41 20.26 20.22 23.30 21.16

<sup>1</sup> See footnotes to table 3.

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slightly in absolute numbers, but as a proportion of the total monthly benefits in force they have declined from 4.0 percent in December 1940 to 2.9 percent in October 1941. For primary benefits these trends have been moderated in recent months by some decline in the rate of transfers to suspension status and an increasing number of transfers from suspensions back to current- or deferred-payment status. Beginning with the data for October, benefits in conditional-payment status will be shown as suspensions and frozen benefits (tables 1 and 2).

The average amounts of primary and wife's benefits in suspension status are generally lower than those in current-payment status, probably because the former include a disproportionately large representation of wage earners who were only intermittently engaged in covered employment even before becoming entitled to benefits. Average primary and wife's benefits in frozen status, on the other hand, are generally larger than those in current-payment status, since in most cases the wage earner was probably fairly regularly engaged in covered employment throughout the period on which his average monthly wage, and in turn the amount of his benefit, is based. As of the end of October the average primary benefit in current-payment status was \$22.73, in suspension status, \$21.28, and in frozen status, \$25.75.

Monthly benefits in current-payment status continued their steady increase; they numbered 401,000 and totaled \$7.2 million at the end of October. The amount of monthly benefit payments certified in October likewise increased to

Table 3.—Number and amount of monthly benefits in force 1 in each payment status 2 and actions effected during the month, by type of benefit, October 1941

[Current month's data corrected to Nov. 10, 1941]

St. 4 4 4 4 4 4	Т	otal	Pri	imary	W	life's	Cl	hild's	Wi	dow's		w's cur- ent	Pa	rent's
Status of benefit and action	Num- ber	Amount	Num- ber	Amount	Num- ber	Amount	Num- ber	Amount	Num- ber	Amount	Num- ber	Amount	Num- ber	Amount
In force as of Sept. 30, 1941 Current-payment status Deferred-payment status Conditional-payment status Suspensions * Frozen benefits * Actions during October 1941:	429, 607 384, 095 3, 358 42, 154 29, 610 12, 544		179, 433 2, 507 26, 861 18, 863	4, 074, 285 55, 922 606, 584 399, 946	50, 600 405 5, 905 3, 888	613, 342 4, 819 69, 900 43, 255	102, 647 253 4, 752 3, 741	\$1, 309, 727 1, 252, 169 2, 817 54, 741 42, 621 12, 120	12, 223 101 59 34	247, 247 2, 372 1, 279	37, 509 86 4, 573 3, 140	732, 355 1, 505 87, 852 61, 165	1, 683 6 4 4	
Benefits awarded Entitlements terminated * Net adjustments *	22, 101 2, 719 -19	48, 973	1,032		456			9, 733		19, 456 654 24	430	47, 846 8, 503 112	4	1, 400 50 -20
In force as of Oct. 31, 1941	448, 970 400, 815 3, 460 44, 695 31, 615 13, 080	7, 241, 942 69, 148 867, 963 582, 251	186, 394 2, 585 28, 123 19, 690	4, 236, 178 57, 228 636, 162 418, 990	52, 796 438 6, 178 4, 081	640, 397 5, 150 73, 266 45, 564	107, 545 213 5, 392 4, 377	62, 107 49, 939	13, 141 105 69 43	265, 764 2, 446 1, 514 910	39, 163 113 4, 928 3, 419	764, 302 2, 002 94, 863 66, 797	1,776	

<sup>&</sup>lt;sup>1</sup> Represents total benefits awarded after adjustment for subsequent changes in number and amount of benefits (see footnote 6) and terminations (see footnote 5), cumulative from January 1940, when monthly benefits were first payable.

<sup>3</sup> Benefit in current-payment status is subject to no deduction from current month's benefit; benefit in deferred-payment status is subject to deduction of fixed amount which is less than current month's benefit; benefit in deferred-payment status is subject to deduction of fixed amount which equals or exceeds current month's benefit; benefit in conditional-payment status is subject to deduction of entire benefit for current and each subsequent month for indefinite period.

<sup>3</sup> Represent benefits which have previously been in current or deferred-payment status.

payment status.

\* Represent benefits which have never been in current or deferred-payment status.

1 Terminations may be for following reasons: primary benefit—bene-

ficiary's death; wife's benefit—beneficiary's death, death of husband, divorce, or entitlement of beneficiary to equal or larger primary benefit; child's benefit—beneficiary's death, marriage, adoption, or attainment of age 18; widows' benefit—beneficiary's death, remarriage, or entitlement to equal or larger primary benefit; widow's current benefit—beneficiary's death, remarriage, entitlement to widow's benefit or to equal or larger primary benefit, or termination of entitlement of last entitled child; parent's benefit—beneficiary's death, marriage, or entitlement to other equal or larger monthly benefit.

Adjustments in amount of monthly benefit may result from entitlement of an additional beneficiary or termination of entitlement of an existing beneficiary when maximum provisions of sec. 203 (a) of the 1939 amendments are effective or from termination of entitlement of an existing beneficiary when minimum provision of sec. 203 (b) consequently becomes effective; adjustments in number or amount may also result from actions not otherwise classified.

Table 4 .- Monthly benefits and lump-sum death payments certified, by type of payment, October 1941, and cumulative July-October 1941

= 111		Octob	er	1	
Type of payment	Number of bene-	Amount		tage dis- ution	Total amount certified July-Octo-
	ficiaries 1	certified	Bene- ficiaries	Amount	ber 1941
Monthly benefits 2	407, 401	*\$7, 732, 978	100.0	100.0	3 \$29, 260, 169
Primary	190, 621	4, 458, 602	46.8	57.7	16, 937, 622
Supplementary	66, 848	829, 938	16.4	10.7	3, 127, 416
Wife's	53, 799	677, 749	13. 2	8.7	2, 556, 651
Child's	13,049	152, 189	3. 2	2.0	570, 765
Survivor's	149, 932	2, 444, 438	36.8	31.6	9, 195, 131
Widow's	12, 934	285, 903	3.2	3.7	1,050,660
Widow's current Child's	39, 552	848, 553	9.7	11.0	3, 231, 065
Parent's	95, 691 1, 755	1, 283, 552 26, 430	23.5	16.6	4, 813, 803 99, 603
Lump-sum death pay-					
ments	4 8, 020	1, 100, 462			4, 421, 766
Under 1939 amend-	1	1			, ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
ments 8	7, 731	1, 087, 431			4, 375, 508
Under 1935 act *	289	13, 031			46, 258

Differs from number in current-payment status, which takes account of changes in status effective after certification.
 Distribution by type of benefit partly estimated.
 Includes retroactive payments.
 Represents number of deceased workers on whose wages payments were

Payable with respect to workers who died after Dec. 31, 1939, in cases in which no survivor could be entitled to monthly benefits for month in which worker died.

Payable with respect to workers who died prior to Jan. 1, 1940.

more than \$7.7 million for 407,000 beneficiaries

ERRATUM: On page 65 of the November Bul-LETIN, the vertical scale of chart 1 was incorrectly labeled "Thousands of dollars." The label should have been "Millions of dollars."

#### State Distribution of Benefits in Force

This issue of the Bulletin initiates a new seriesa State distribution of the total number and amount of monthly benefits in force and a similar distribution of the number and amount of benefits currently payable. Tables 5 and 6 present these data as of June 30, 1941. This series will be presented semiannually and will appear in the month following presentation of State data on benefits awarded.

Benefits in force furnish perhaps the most significant record of the operation of the program, since they show the actual number of individuals who are entitled to benefits at a given time. Nearly half of the 372,000 benefits in force on June 30, 1941, were payable to retired workers. Child's benefits comprised one-fourth of the national total (table 5). These proportions varied, however, among the States. In California, Delaware, Maine, New Hampshire, Oregon, and Washington primary benefits constituted more than 55 percent of all benefits in force in each State. Less than one-fifth of the total number of monthly benefits in force for these individual States were child's benefits. The lowest proportions of primary benefits in force occurred in Georgia, New Mexico, North Carolina, South Carolina, Virginia.

Chart 1.-Average monthly amount of primary benefits in force as of June 30, 1941, by State

[Corrected to July 15, 1941]



Note.—The average primary benefit in force in South Carolina is slightly less than that for Georgia; therefore, their positions should have been reversed. and West Virginia. In these States, the proportion of primary benefits was about the same as that for child's benefits, the former falling between 34.6 and 39.9 percent of all benefits in the State.

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Chart 1 ranks the States according to the average amounts of primary monthly benefits in force on June 30, 1941. New Jersey, first at the end of

1940, had the highest average primary insurance benefit, \$24.56, and Arkansas the lowest, \$18.36. The range of about \$6.00 between the highest and lowest primary benefit is considerably narrower than the relative range in average annual taxable wages. For insurance benefits, the lowest average is about 75 percent of the highest, whereas the

Table 5.-Number and amount of monthly benefits in force,1 by type of benefit and State of residence 2 of beneficiary, June 30, 1941

[Corrected to July 15, 1941]

Social Security	Т	otal	Pri	mary	W	'ife's	C	hild's	Wie	low's	Widow	's current	Par	ent's
Board region and State	Number	Amount	Number	Amount	Num- ber	Amount	Num- ber	Amount	Num- ber	Amount	Num- ber	Amount	Num- ber	Amount
Total	372, 339	\$6, 815, 164	184, 545	\$4, 187, 238	49, 365	\$597, 778	91, 428	\$1, 114, 016	9, 709	\$197, 141	35, 861	\$700, 441	1, 431	\$18, 550
Region I:														
Connecticut	7, 053 3, 181	135, 259 55, 202	3, 320 1, 768	78, 753 36, 930	1,051	13, 284 5, 660	1, 619 591	21, 387	336 96	7,003	699 229	14, 431	28 11	120
Massachusetts	18, 995	368, 142	10, 212	239, 429	3, 126	39, 435	3, 502	6, 519 45, 468	635	1, 831 13, 167	1, 462	4, 142 29, 843	58	800
New Hampshire	2, 555	44, 477	1, 456	30, 890	449	4, 929	433	4, 684	67	1, 302	147	2, 633 4, 051	3	800
Rhode Island	3, 275	61, 361	1, 781	40,603	590	7, 150	554	0,801	126	1, 302 2, 503	210	4, 051	14	193
Vermont Region II:	1, 456	26, 112	798	17, 366	224	2, 605	280	3, 236	37	786	115	2,094	2	25
New York	50, 545	995, 441	27, 363	645, 058	7, 634	94, 537	9, 426	127, 824	1, 499	31, 103	4, 460	94, 606	163	2, 313
Region III:			1											
Delaware New Jersey	897 15, 806	16, 805 317, 904	8, 102	11, 357 198, 945	138 2,410	1, 626 31, 488	159	2, 041 43, 646	31 580	12 285	1, 447	1, 139 30, 709	58	831 831
Pennsylvania		721, 096	18, 701	432, 295	5, 408	65, 749	3, 209 9, 779	122, 414	1, 128	12, 285 22, 714	3, 873	75, 939	150	1, 985
Region IV:	,	,		100,000	,		.,		-,		7	,		
District of Co-	1 505	28, 217	710	10 010	147	1 070	413	8 190	47	956	169	3, 490	,	12
Maryland	1, 505 5, 165	91, 843	719 2, 483	16, 617 54, 141	157 604	1, 970 7, 198	1, 356	5, 172 16, 612	188	3, 683	506	9, 850	28	359
North Carolina	6, 549	92, 288	2, 550	48, 313	572	5, 658	2, 563	24, 791	85	1, 435	747	11,716	28 32	375
Virginia	5, 641	86, 656	2, 248	45, 665	506	5, 561	2, 059	21, 460	109	2,065	699	11, 523	30	382
West Virginia Region V:	6, 304	102, 837	2, 339	51, 283	612	7, 154	2, 483	28, 706	97	1, 871	750	13, 543	23	280
Kentucky	6, 191	96, 118	2,580	52, 785	636	7, 021	2, 186	23, 019	108	2, 046 8, 581	650	10, 903	31	344
Michigan	15, 032	96, 118 277, 158	6, 525	150, 939	1,896	23, 344	2, 186 4, 459	58, 767	412	8, 581	1,691	34, 375	49	652
Ohio	24, 100	458, 926	12,048	282, 803	3, 513	43, 849	5, 545	71, 540	722	14, 819	2, 192	44, 816	80	1,009
Illinois	25, 550	495, 753	12, 937	305, 655	3, 459	43, 205	5, 839	78, 114	639	13, 237	2, 571	54, 089	105	1, 453
Indiana Wisconsin	10, 452	189, 926	5, 222	117,049	1, 514	17, 564	2, 466	30, 897	252	5,006	962	18, 972	36	438
Wisconsin Region VII:	8, 564	164, 049	4, 384	103, 309	1, 388	17, 378	1,746	22, 170	249	5, 283	778	15, 598	24	311
Alabama	5, 641	84, 377	2,382	47, 123	487	5, 111	1,985	19, 659	66	1,037	691	11, 107	30	340
Florida	4, 891	83, 622	2,410	52, 997	549	6, 621	1,364	14, 296	79 74 27	1, 522	470	7, 965 9, 854	19	340 231
Georgia	5, 350	77, 521	2, 119	40, 969	443	4, 522	2,073	20, 349	74	1,484	609	9,854	32	343 190
Mississippi South Carolina	2, 253 3, 469	31, 610 47, 219	1, 202	17, 982 22, 955	164 262	1, 553 2, 656	804	7, 303 13, 720	43	528 768	264 461	4, 054 6, 861	20	256
Tennessee	5, 532	84, 585	2, 424	48, 011	515	5, 456	1, 477 1, 868	19, 212	89	1,650	602	9, 892	24 34	256 364
Region VIII:										0.000	-		13	160
Iowa Minnesota	5, 119 5, 762	88, 995 112, 502	2, 738 3, 088	57, 451 72, 856	831 822	9, 398	1,030 1,215	12, 273 15, 863	110	2, 072 2, 981	397 485	7, 639 10, 210	14	186
Nebraska	2, 039	36, 320	1, 100	23, 578	292	3, 304	440	5, 328	40	816	161	3, 213	6	81
North Dakota	502	8, 575	244	5, 208	51	870	143	1,625	9	172	54 55	989	1	11
South Dakota Region IX:	625	11,007	325	7, 087	86	1,085	146	1,691	12	216	00	1,007	1	11
Arkansas	2, 504	35, 829	1,096	20, 118	249	2, 469	808	7,722	31	611	309	4, 784	11	128
Kansas	2 244	56, 336	1, 096 1, 721 4, 754	36, 450	449	4, 897	700	8,092	93	1,779	268	4, 960	13	158
Missouri Oklahoma	8, 891	162, 794 52, 517	1, 327	104, 983 28, 233	1, 226 276	14, 586 3, 148	1,861	22, 807 12, 138	252 48	5, 003	757 428	14, 890 7, 987	41 5	61
Region X:	0, 100	02, 017	1, 327	28, 200	270	3, 145	1,001	12, 138	90	950	140			
Louisiana	3, 916	62, 071	1,684	33, 495	330	3, 496	1, 290	14, 264	85	1,622	504	8, 905 1, 457	23	280
New Mexico	630	9, 514	241	4, 854	37	441	253	2, 568 37, 289	7	157	1, 306	1,457	39	37
Texas Region XI;	10,005	161, 619	4, 265	87, 551	893	9, 628	3, 356	37, 289	146	2,808	1, 000	23, 900	00	230
Arizona	982	16, 852	400	9,041	82	1,043	365	4, 305	11	203	123		1	10
Colorado	2,755	51, 397	1,475		327	3, 953	630	7, 090	1 00	1, 126	259	4, 959	8 7	90 90 30 50
Idaho Montana	978 1, 152	17, 082 21, 367	460 558		100 122	1, 167 1, 550	290 310	3, 473	11 43		110		1 2	30
Utah	1, 366	24, 273	546		143	1, 738	461	3, 956 5, 775	25	512			2	8
Utah. Wyoming	465	8, 274			34	381	147	1, 814	7	139	57		0	
Region XII: California	1	431, 624	12, 424	290, 957	2, 767	34, 785	4, 250	56, 217	523	10, 857	1,779	37, 469	97	1, 33
Nevada	21, 840	4, 714	12, 424		12, 767	155	9, 200	1, 129	3	49	27	558	3	3
Oregon.	3, 431	64, 169	1, 957	43, 852	501	5, 971	615	7,428	93	1,842		4, 891	14	18
Washington	6, 181	119, 170	3, 543	81,716	855	10, 415	1, 127	14, 168	137	2, 731	496	9, 832	23	30
Territories:	73	1, 529	44	1,047	4	56	17	267	1	25		124	2	1
Hawaii	1, 289	18, 520	611				506		2	32	109	1,881	1	1
Poreign	216		50		23					109	35	679	10	11

See table 3, footnote 1.
 State of beneficiary's residence recorded as of June 30, 1941.

lowest average annual taxable wage for the year 1940 was only 43 percent of the highest. The benefit formula, it must be remembered, is weighted in favor of the low wage groups. It is estimated that there is a difference of about \$650 in average annual taxable wages for 1940 between the highest State, Michigan, with approximately \$1,140, and Mississippi and Arkansas, which both show an average annual taxable wage of around \$485. The low average is based on the wages of all workers and is probably not representative of insured workers. It must be remembered that amounts in excess of

Table 6.-Number and amount of monthly benefits in current-payment status,1 by type of benefit and State of residence 2 of beneficiary, June 30, 1941

[Corrected to July 15, 1941]

Social Security	Т	otal	Pri	mary	W	ife's	C	hild's	Wie	low's	Widow	's current	Par	ent's
Board region and State	Number	Amount	Number	Amount	Num- ber	Amount	Num- ber	Amount	Num- ber	Amount	Num- ber	Amount	Num- ber	Amoun
Total	336, 240	\$6, 095, 575	160, 401	\$3, 635, 738	44, 320	\$537, 140	88, 091	\$1,076,135	9, 567	\$193, 834	32, 444	\$634, 351	1, 417	\$18, 37
Region I:														
Connecticut	6, 223	118, 906	2, 832	67, 526	918	11,665	1, 529	20, 301	329	6,858	587	12, 155	28	40
. Maine	2,766	47, 846	1, 477	31, 028 207, 128	423	4, 945	556	6, 209	95	1,815	204	3, 729	11	12
Massachusetts New Hampshire.	10, 904	325, 907	8, 831	207, 128	2,777 374	35, 079	3, 324	43, 447	624	12, 953	1, 292	26, 522	56	77
Rhode Island	2, 171 2, 874	37, 184 54, 016	1, 205 1, 527	25, 357 35, 112	509	4, 033 6, 223	514	6, 413	66 126	1, 271 2, 503	114 184	2, 047 3, 572	3 14	19
Vermont	1, 192	20, 921	609	13, 158	175	2,030	266	3, 076	34	712	106	1, 920	2	2
Region II:														
New York	45, 557	894, 389	23, 979	567, 579	6, 862	85, 228	9, 101	123, 836	1, 478	30, 636	3, 974	84, 797	163	2, 31
Region III:	798	14, 837	443	9, 810	123	1,460	149	1, 914	31	600	48	1,011	4	
Delaware New Jersey	14, 341	288, 123	7, 183	177, 315	2, 186	28, 715	3, 073	41, 972	568	11, 960	1, 273	27, 330	58	83
Pennsylvania	36, 124	663, 645	16, 795	388, 799	4, 991	60, 899	9, 483	119,072	1, 112	22, 336	3, 595	70, 584	148	1, 90
Region IV:		,	1						.,	,	-,	1.,		-, -,
District of Co-														
lumbia Maryland	1, 357 4, 707	25, 285 83, 492	621 2, 212	14, 425	144 544	1,807	386 1, 277	4, 830 15, 622	45 184	930 3, 595	160 462	3, 281 8, 994	1	1
North Carolina	6, 025	83, 352	2, 248	48, 403 42, 036	527	6, 519 5, 205	2, 471	23, 938	84	1, 404	663	10, 394	28 32	38
Virginia	5, 150	78, 379	1, 937	39, 413	448	4, 986	1, 985	20, 745	106	2,013	644	10, 840	30	35
west virginia	5, 895	94, 811	2,076	45, 167	554	6, 459	2, 419	27, 971	95	1,809	728	13, 125	23	31
Region V:														
Kentucky	5, 717	87, 393	2, 260	45, 945	583	6, 433	2, 115 4, 311	22, 294	105	1, 968	623	10, 409	31	3
Michigan	13, 436 21, 749	244, 798 409, 536	5, 475	126, 606 245, 024	1, 671 3, 181	20,600 39,726	5, 349	56, 997 69, 188	406 714	8, 425 14, 645	1, 524 1, 946	31, 518 39, 868	49 79	1,0
Ohio		109, 000	10, 100	210, 021	9, 101	39, 120	0,019	09, 100	114	14,040	1, 910	09,000	19	1,0
Illinois	22, 790	439, 473	11, 163	264, 167	3, 057	38, 159	5, 571	74, 786	632	13, 081	2, 263	47,840	104	1,4
Indiana	9, 400	170, 474	4, 562	102, 274	1, 365	15, 816	2, 378	29, 870	250	4, 976	864	17, 100	36	4
Wisconsin	7, 678	145, 457	3,786	88, 941	1, 238	15, 435	1, 691	21, 558	244	5, 167	695	14, 045	24	3
Region VII: Alabama	5, 246	77, 223	2 114	41, 438	458	4,799	1, 925	19, 148	66	1,037	654	10, 471	29	3
Florida	4, 428	74, 831	2, 114 2, 084	45, 935	494	5, 984	1, 323	13, 906	78	1, 494	430	7, 281	19	2
Georgia	4, 873	69, 179	1,840	35, 109	400	4, 077	1, 987	19, 487	72	1, 421	542	7, 281 8, 742	32	3
Georgia Mississippi	1, 975	69, 179 26, 074	751	13, 092	141	1, 290	784	7, 134	27	528	252	3, 840	20	1
South Carolina	3, 154	41, 831	1, 025	19, 307	230	2, 332	1,422	13, 136	43	768	411	6, 039	23	2
Tennessee Region VIII:	4, 914	73, 259	1, 992	38, 953	443	4, 638	1,804	18, 593	87	1, 588	555	9, 134	33	3
Iowa	4, 665	80, 158	2, 408	50, 256	766	8, 683	1,004	11,966	110	2,072	364	7,019	13	1
Minnesota	5, 314	102, 711	2,753	64, 684	762	9, 643	1, 186	15, 523	137	2, 950	462	9,725	14	1
Nebraska	1,827	32, 046	939	20, 020	261	2, 936	430	5, 189	40	816	151	3,004	6	
North Dakota	436	7, 307	197	4, 175	41	448	138	1, 564	9	172	50	. 937	1	
South Dakota Region IX:	561	9, 819	277	6,004	79	1,006	139	1, 614	12	216	53	968	1	
Arkansas	2.340	33, 071	983	17, 935	233	2, 323	787	7, 531	31	611	295	4, 546	11	1
Kansas	2, 974	51, 403	1, 527	32, 439	412	4,500	676	7,846	92	1,753	254	4, 707	13	1
Missouri	7,766	139, 884	3, 963	86, 814	1,056	12, 478	1,789	21, 995	249	4, 926	669	13, 159	40	5
Oklahoma	2, 925	48, 332	1, 180	24, 828	252	2, 873	1, 029	11, 925	48	950	411	7,695	5	
Region X: Louisiana	3, 595	56, 126	1,460	28, 805	300	3, 167	1, 251	13, 823	84	1,605	477	8, 437	23	9
New Mexico	589	8, 771	219	4, 337	35	421	240	2, 442	7	157	85	1, 377	3	2
Texas	9, 179	145, 965	3,727	75, 929	814	8,745	3, 252	36, 159	143	2,726	1, 205	21, 973	38	4
Region X1:	1													
Arizona	909	15, 354	356	7, 948	76	978	353	4, 175	10	180	113	2,063	1	1
ColoradoIdaho	2, 478 875	45, 648 15, 007	1, 284	29, 087 8, 470	291 89	3, 499 1, 032	604 279	7, 362 3, 341	55	1, 107	236 104	4,500 1,880	8 7	
Montana	1,063	19, 648	501	11, 376	111	1, 423	302	3, 857	42	849	105	2, 113	2	
Utah	1, 252	21, 838	466	10, 539	128	1, 538	448	5, 608	25	512	181	3, 591	4	
W yoming	429	7, 513	193	4, 212	30	336	146	1,803	7	139	53	1,023	0	
Region XII:	10 554	900 000	10 805		0 ***	01 011	4 100			10 710	1 200	90 550	64	
California	19, 551	382, 207	10, 786	251, 555	2, 515	31, 614	4, 103	54, 469 965	517	10, 718	1, 536 23	32, 552	94	1, 2
Nevada Oregon	3, 048	2, 929 56, 092	1, 672	1, 332 37, 081	440	5, 215	71 596	7, 238	92	1, 825	234	487 4, 548	14	
Washington	5, 385	102, 176	2,964	67, 780	730	8, 853	1, 086	13, 672	135	2, 679	447	8, 884	23	
Ferritories:							1					1		1
Alaska	61	1, 260	34	806	2	28	17	267	1	25	5	124	2	
Hawaii	1, 157	16, 298	519	9, 122	56	514	475	4,827	5	32 109	104	1,793	10	
Poreign	207	3, 391	50	1, 157	20	258	88	1,094	9	109	39	008	10	1

See table 3, footnotes 1 and 2.
 State of beneficiary's residence recorded as of June 30, 1941.

\$3,000 paid to an individual employee are not included in computing the average annual taxable wage. New Jersey also had the highest average wife's benefit, \$13.07, and child's benefit, \$13.60, whereas Mississippi exhibited the lowest amounts for these benefits, namely, \$9.47, and \$9.08, respectively. Alabama ranked last in average amounts for widow's and South Carolina for widow's current benefits.

#### Regulation on Overpayments Revised

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The regulations <sup>3</sup> on overpayments have recently been amended so that if a penalty deduction has not been made at the time of termination of benefits because of error on the part of the Board, such failure will no longer constitute an overpayment. Consequently, it will not be necessary to deduct the penalty amount from survivors' benefits or require restoration from the beneficiary's estate. Before the regulation was amended, penalties which were not made prior to the death of the primary beneficiary, for example, were imposed upon the survivors' benefits.

The revision does not eliminate the requirement that the amount of the penalty deduction be taken out of any other benefits to which the same individual is or becomes entitled; nor does it preclude adjustment of any outstanding deductions on account of wages from covered employment, failure to attend school, a widow's not having a child in her care, or deductions from wife's or child's benefits because of the primary beneficiary's return to work.

The operation of the new regulation is illustrated in the following cases:

John and Mary are receiving primary and wife's insurance benefits, respectively. John dies. Mary becomes entitled to widow's insurance benefits. At some later time it is found that before his death John worked in covered employment and received wages of \$15 or more a month. Neither he nor Mary reported his employment. A penalty is found applicable against both. The following deductions are applicable against Mary's benefits as a widow: (1) adjustment for the deduction against John; (2) adjustment for the deduction against Mary's benefits as a wife; (3) penalty

deduction for Mary's violation, but no penalty deduction for John's violation.

In another instance, a father and child are receiving primary and child's insurance benefits, respectively. The father works, but neither he nor the child's guardian reports his employment. A penalty deduction is applied against both their benefits. The child attains age 18 before the deductions have equalled the amount of the penalty. Restitution would not be requested for the balance of the penalty against the child. However, if the child later became entitled to any other type of benefit, the amount of the penalty would be deductible from such benefits.

## New Procedure for Reduction of Earnings Investigations

Field personnel undertake an investigation of earnings whenever the regular quarterly wage reports by employers indicate that taxable wages of as much as \$15 a month may have been paid to a beneficiary who has not notified the Board of his reemployment. An investigation of monthly earnings is necessary because the Board has no way of knowing whether the quarterly total shown on the tax return was earned within 1 month or 3 months.

In order to reduce the number of such investigations, the Board, at the suggestion of an employer, has developed a new form which may be used in conjunction with the regular tax return. The new form shows for each employee in benefit status a monthly total of all wages earned in a quarter. It is believed that, if this report is filed directly with the Board at the time the employer submits his quarterly tax return to the Bureau of Internal Revenue, wage investigations will be greatly reduced.

In accordance with the Board's policy of restricting the number of reports required of employers, the form will be distributed only to employers who indicate dissatisfaction with respect to earnings investigations and who agree to eliminate such investigations through direct reporting to the Board. The use of this form will be entirely optional and may be discontinued by the employer at any time.

# Modification in Regulations Regarding Release of Confidential Information

A recent modification in the procedure governing

<sup>&</sup>lt;sup>3</sup> Section 403.601 "Overpayments and Underpayments" of Regulations No. 3, implementing the section of the law respecting adjustments on account of error is affected.

the release of confidential information by the Social Security Board permits the Board to take the initiative in furnishing certain information about beneficiaries under the old-age and survivors insurance system to specified Federal and State agencies for administrative purposes. Previously, such information was furnished only upon request.4

Under this modified procedure, the Social Security Board will advise the appropriate State

or Federal agency of old-age and survivors insurance payments when it has information that a beneficiary under old-age and survivors insurance is also receiving public assistance, WPA earnings. or, in some States, unemployment compensation payments. Information will not be furnished in States in which unemployment compensation payments are made without regard to old-age and survivors insurance benefits. Information is transmitted only to the appropriate central office of each agency concerned, through the central office of the Bureau of Old-Age and Survivors Insurance.

## Operations Under the Railroad Retirement Act\*

Total net benefit payments certified to the Secretary of the Treasury in October amounted to \$10.6 million (table 1), 0.8 percent more than in September. Payments were larger for every class of benefits, with lump-sum death benefits showing the largest increase. Total benefit payments for the first 4 months of the fiscal year were \$41.8 million, 4.7 percent above those for the corresponding period a year ago.

New certifications of employee annuities in October numbered 1,416, a decrease of 16 percent from September. For the 4 months July-October, certifications were 17 percent below the corresponding months of 1940. In October, 650 employee annuities were terminated by death. For July-October, the total number of deaths reported was 14 percent larger than for the corresponding 4 months of 1940. After adjustments for suspensions and reinstatements, the excess of new certifications over terminations resulted in an increase of 732 in October in the number of benefits in force, compared with an increase of 983 in September. The average monthly increase in the fiscal year ended June 30, 1941, amounted to 1,038. The average monthly payment was \$65.78 for all employee annuities in force at the end of October. including those subject to recertification.

Applications for employee annuities received in Washington numbered 1,833 in October, an in-

· Prepared by the Bureau of Research and Information Service, Railroad Retirement Board, in collaboration with the Bureau of Research and Statisties, Social Security Board.

Table 1.—Railroad retirement: Number and amount of annuities and pensions in force and net benefit payments certified to the Secretary of the Treasury, by class of payment, October 1941 1

	т	otal	Employe	ee annuities		to former pensioners		or annu- les		-benefit pities <sup>2</sup>		p-sum benefits
Period and administrative action	Number	Amount	Number	Amount	Number	Amount	Num- ber	Amount	Num- ber	Amount	Num- ber	Amount
In force as of Sept. 30, 1941. During October 1941: Initial certifications. Terminations by death (deduct)	154, 847 1, 543 991	\$9, 862, 086 96, 499 61, 515	121, 066 1, 416 650	\$7, 961, 285 92, 102 43, 499	30, 213 6 254	\$1, 782, 110 272 14, 797	2, 849 36 4	\$92, 642 1, 131 109	719 85 83	\$26, 047 2, 993 3, 109	******	~~~~~
In force as of Oct. 31, 1941 3	155, 360	9, 898, 191	121, 798	8, 011, 426	29, 954	1, 766, 939	2, 886	93, 814	722	26, 010	*****	
Retroactive payments Lump-sum death benefits Cancelations and repayments (deduct)	1, 130	409, 711 4 303, 261 60, 534		380, 482 47, 111		15, 071 12, 444		3, 673 205		10, 483 212	1, 130	4 \$303, 26 56
Potal payments (net)		10, 550, 629		8, 344, 798		1, 769, 565		97, 282		36, 281		302, 70

<sup>&</sup>lt;sup>1</sup> For definitions of classes of payments, see the Bulletin, July 1939, p. 7. Data based on month ended on 20th calendar day in which annuity or pension was first certified or terminated upon notice of death, or in which other administrative action was taken by the Board rather than on month in which annuity or pension began to accrue, beneficiary died, or administrative action was effective. In-force payments as of end of month reflect administrative action through the 20th. Correction for claims certified or terminated the server of placement around its made in date for month in which error was in error or for incorrect amount is made in data for month in which error was discovered and not in which error was made. Cents omitted.

<sup>4</sup> See Merriam, Ida C., "The Protection and Use of Information Obtained Under the Social Security Act," Social Security Bulletin, Vol. 4, No. 5 (May 1941), pp. 13-19.

<sup>&</sup>lt;sup>1</sup> In a few cases payments are made to more than 1 survivor on account of death of 1 individual; such payments are counted as single items. Terminations include those by death and by expiration of 12-month period for which death-benefit annuities are payable; nearly all terminations are of latter type.

<sup>1</sup> After adjustments for recertifications, reinstatements, and terminations for reasons other than death (suspension, return to service, recovery from disability, commutation to lump-sum payments).

<sup>4</sup> Includes \$534 additional payments on claims initially certified in previous mentls.

crease of 134 from September. For July-October, the total was 7,100, 8.5 percent less than in the corresponding period of 1940.

The number of pensions in force declined by 259 from the end of the preceding month. During July-October, terminations amounted to 1,119, or 133 less than in the comparable period last year. The average monthly payment in October was \$58.99.

The number of survivor annuities in force at the end of the month, after minor adjustments, stood at 2,886, and the average monthly payment was

\$32.51. Death-benefit annuities in force numbered 722, and the average monthly payment was \$36.03.

The Board certified 1,130 lump-sum death benefits in October, making a total of 4,508 for July-October, compared with 4,360 in the corresponding 4 months of last year. The average payment was \$267.90—\$6.17 more than for the September certifications. This average tends to rise with the increase in the amount of compensation credited to employees for the period beginning January 1, 1937.

## SOCIAL AND ECONOMIC DATA

BUREAU OF RESEARCH AND STATISTICS

## Social Security and Other Income Payments to Individuals

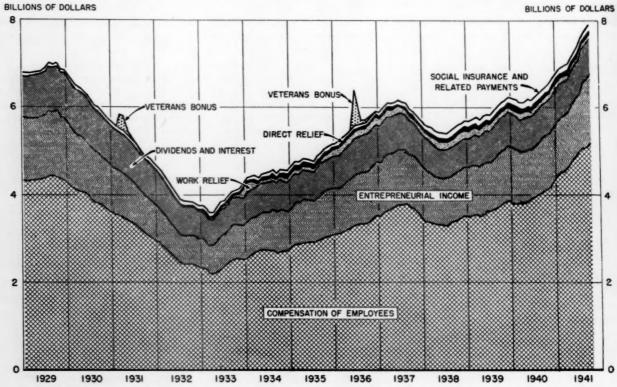
Total income payments to individuals in October, as in each of the preceding 6 months, established a new all-time high. Aggregate income payments were \$7.9 billion—almost \$1.0 billion higher than the total in July 1929, the peak month for the pre-depression years. October payments continued the uninterrupted rise which began more than a year ago and were 1.5 percent above September (table 1). While the rate of increase in total income payments was more gradual in September and October than in August, the increases in dollar amounts were substantial.

Production continued to expand in October, contrary to the usual seasonal decline. The rate of expansion, however, did not equal that experienced earlier in the year. The Federal Reserve Board's adjusted index of industrial production showed a gain of 3 points over September in spite

of declines in some industries caused by adjustments resulting from plant conversion and material shortages. Heavy farm marketings at higher price levels and large defense expenditures were more important than expansion of production in contributing to the higher rate of national income payments in October.<sup>1</sup>

The proportion of total national income payments going to entrepreneurs increased from 18 percent in June to 21 percent in October. In the latter month entrepreneurial income was 33 percent higher than in October 1940. Farmers are receiving a relatively larger share of this increase than are other entrepreneurs because the 40-percent rise in farm prices during the past year has brought with it a 28-percent increase in cash

Chart 1.—Income payments in the continental United States, January 1929-October 1941



Source: U. S. Department of Commerce, Bureau of Foreign and Domestic Commerce.

<sup>&</sup>lt;sup>1</sup> U. S. Department of Commerce, Bureau of Foreign and Domestic Commerce, Surgey of Current Business, Vol. 21, No. 11 (November 1941), p. 3

Table 1.—Income payments in the continental United States, by specified period, 1936-411

[In millions]

Year and month <sup>2</sup>	Total	Compensation of employ-ees 3	Entrepre- neurial in- come, net rents, and royalties	Dividends and interest	Work relief <sup>6</sup>	Direct relief *	Social in- surance and related pay- ments •	Veterans' bonus
Calendar year: 1936. 1937. 1938. 1939. 1940.	\$68, 115 72, 213 66, 584 71, 016 75, 706	\$39, 772 44, 344 40, 832 44, 067 47, 847	\$13, 533 14, 586 13, 139 13, 831 14, 384	\$9,700 9,762 8,026 8,648 9,085	\$2, 155 1, 639 2, 094 1, 870 1, 577	\$672 837 1,008 1,070 1,096	\$856 917 1, 428 1, 496 1, 689	\$1, 42 12 55 3
October 1940 November December	6, 486 6, 533 6, 681	4, 134 4, 178 4, 305	1, 229 1, 245 1, 258	771 768 763	127 121 128	90 90 93	133 129 132	
January Fabruary March April May June June July August September October	6, 821 6, 917 6, 978 7, 030 7, 216 7, 375 7, 454 7, 656 7, 790 7, 905	4, 421 4, 545 4, 590 4, 636 4, 795 4, 943 5, 002 5, 070 5, 089 5, 164	1, 263 1, 244 1, 254 1, 269 1, 208 1, 314 1, 344 1, 482 1, 897 1, 634	765 768 771 775 777 785 795 800 804	131 125 126 121 116 104 86 80 79	96 96 98 96 93 93 90 90	143 138 138 132 136 135 136 133 131 130	

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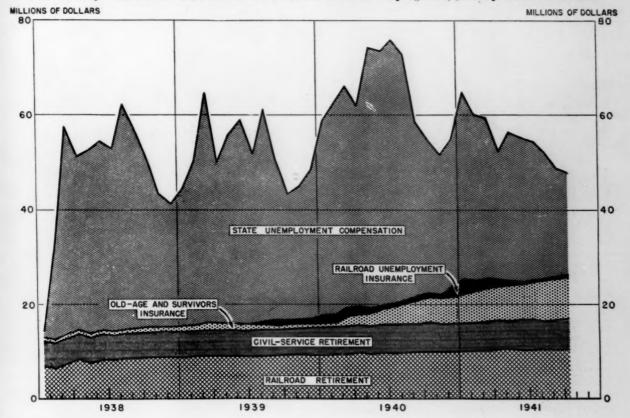
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<sup>1</sup> Payments to recipients under the 3 Federal assistance programs and general relief, and the value of surplus-food stamps issued by the Surplus Marketing Administration under the food stamp plan.

<sup>1</sup> Represents payments under programs of old-age and survivors insurance, railroad retirement, Federal, State, and local retirement, veterans' pensions, workmen's compensation, State unemployment compensation, and railroad unemployment insurance.

Chart 2.—Payments under selected social insurance and retirement programs, January 1938-October 1941



<sup>&</sup>lt;sup>1</sup> Compensation of employees, entrepreneurial income, net rents, and royalties, and dividends and interest adjusted for seasonal variation. Monthly figures for 1941 revised December 1941; seasonal adjustment factors changed.

<sup>1</sup> For annual and monthly figures 1929-40, see the Bulletin, August 1941, table 1, pp. 74-76.

<sup>1</sup> Wage and salary payments minus deductions for employee contributions to social insurance and related programs. Includes industrial pensions.

<sup>1</sup> Earnings of persons employed by the CCC, NYA, and WPA. Excludes earnings of persons employed on other Federal agency projects financed from emergency funds.

income from farm marketings. Increased income payments to business entrepreneurs resulted from a combination of higher price levels, increased productivity, and Government contracts for the expansion of industrial facilities.

Monthly payments to employees were also greater in October 1941 than in October 1940. The revised figures in table 1 for compensation of employees indicate that these payments had risen 25 percent. This increase resulted from higher wage rates, longer working hours, and an increase in employment.

Relief and social insurance and related payments were lower than in October 1940 primarily because of increased industrial activity and the high level of employment. Despite the growing volume of lay-offs attributable to material shortages and to the curtailment of production in many industries, there was a net gain in employment with a consequent reduction of the load on the relief and unemployment insurance systems. Work relief payments were 38 percent lower than in October 1940 and direct relief payments, 2.2 percent lower. Social insurance and related payments showed a decline of 2.3 percent from the previous October, largely because of the 34-percent decrease in benefit payments under the unemployment insurance systems.

#### Social Insurance and Related Payments

For five insurance programs which in October 1941 accounted for 37 percent of the total social

Table 2.—Payments under selected social insurance and retirement programs, by specified period, 1936-411

IIn thousands

				Rei	tirement a	nd surviv	or payme	nts					oyment in payments	
			Mont	hly retire	ment		Surviv	or payme	nts *		Refunds under the Civil			
Year and month	Total	Total	2-1-1	Railroad	Civil		nthly nents	Lump	-sum pay	ments	Service Commis- sion to employ-	Total	State unem- ploy- ment	Railroad Unem- ploy-
			Social Security Act 3	Retire- ment Act	Service Commis- sion !	Social Security Act 7	Railroad Retire- ment Act 4	Social Security Act s	Railroad Retire- ment Act 4	Civil Service Commis- sion 4	ees leav- ing serv- ice <sup>5</sup>		compen- sation laws	ment In- surance Act 10
Calendar year: 1936. 1937. 1938. 1939. 1940. 1941 (10 months)	\$59, 372 105, 429 569, 367 626, 270 765, 809 551, 585	\$56, 377 99, 818 169, 640 187, 837 226, 533 238, 179	\$21, 242 44, 557	\$683 40, 001 96, 749 107, 282 114, 167 99, 524	\$51, 630 53, 694 56, 118 58, 331 62, 019 53, 897	\$7, 617 19, 727	\$2 444 1,400 1,451 1,448 1,297	\$1, 278 10, 478 13, 895 11, 734 11, 166	\$291 1, 926 2, 496 2, 803	\$4,062 4,401 4,604 4,952 5,810 5,208	\$2,864 3,479 3,326 2,846 3,277 3,667	\$131 2, 132 396, 401 435, 587 535, 969 309, 739	\$131 2, 132 396, 401 429, 820 520, 110 296, 739	\$5, 76 15, 89 13, 00
October November December	54, 695 51, 633 54, 875	21, 187 20, 968 21, 296	2, 977 3, 066 3, 304	9, 753 9, 738 9, 695	5, 246 5, 262 5, 288	1, 132 1, 196 1, 280	132 124 124	1, 118 939 982	236 178 206	593 465 417	327 332 286	33, 181 30, 333 33, 293	32, 231 29, 561 30, 887	95 77: 2, 40
January February March April May June July August September October	64, 840 59, 859 59, 371 52, 344 56, 486 55, 330 54, 451 52, 054 48, 915 47, 935	21, 929 22, 532 23, 194 23, 595 23, 680 23, 950 24, 466 24, 537 24, 905 25, 390	3, 603 3, 757 4, 030 4, 185 4, 396 4, 530 4, 759 4, 945 5, 073 5, 289	9, 739 9, 899 9, 792 9, 960 10, 003 9, 973 9, 964 9, 999 10, 081 10, 114	5, 312 5, 307 5, 360 5, 392 5, 401 5, 387 5, 418 5, 406 5, 452 5, 462	1, 393 1, 602 1, 762 1, 828 1, 928 2, 020 2, 160 2, 264 2, 326 2, 444	120 124 125 130 133 135 131 133 132	1, 063 1, 225 1, 241 1, 111 1, 080 1, 026 1, 179 1, 155 986 1, 100	221 187 226 411 367 242 317 278 251 303	478 431 658 578 382 637 538 357 605 544	266 259 324 301 384 373 337 484 455 484	42, 645 37, 068 35, 853 28, 448 32, 422 31, 007 29, 648 27, 033 23, 554 22, 061	39, 270 34, 611 33, 608 26, 998 31, 574 30, 530 29, 293 26, 483 22, 942 21, 430	3, 37 2, 45 2, 24 1, 45 84 47 35 55 61

<sup>&</sup>lt;sup>1</sup> Payments to individual beneficiaries under programs; data exclude cost of administration. For detailed data, see tables in program sections of the Bulletin.

<sup>2</sup> Represent old-age retirement benefits under all acts and disability retirement benefits under Railroad Retirement and Civil Service Retirement

ment benefits under Railroad Retirement and Civil Service Retirement Acts.

Amounts, including retroactive payments, certified to the Secretary of the Treasury for payment; represent primary benefits, wife's benefits, and benefits to children of primary beneficiaries. Distribution by type of benefit partly estimated for 1940.

Amounts, including retroactive payments, certified to the Secretary of the Treasury for payment, minus cancelations, during month ended on 20th calendar day. Payments to survivors include annuities to widows under joint and survivor elections and 12-month death-benefit annuities to widows and next of kin.

Principally payments under civil-service retirement and disability fund but includes also payments under Canal Zone retirement and disability fund and Alaska Railroad retirement and disability fund administered by the Civil Service Commission. Includes accrued annuities to date of death paid

to survivors. Data for calendar years 1936-39 estimated on basis of data for fiscal years. For discussion of benefits and beneficiaries under the Civil Service Retirement Act, see the Bulletin, April 1941, pp. 29-42.

See footnotes 5 and 8. See footnotes 5 and 8.
7 Amounts, including retroactive payments, certified to the Secretary of the Treasury for payment; represent widow's benefits, widow's current benefits, parent's benefits and orphan's benefits. Distribution by type of benefit partly estimated for 1940.

Amount of checks issued, reported by State agencies to the Bureau of Employments.

Employment Security.

<sup>19</sup> Amounts certified by regional offices of the Railroad Retirement Board to disbursing officers of the Treasury in the same city.

insurance and related payments in table 1, detailed monthly data are summarized in table 2. Comparable data for payments under workmen's compensation programs and under State and local retirement and veterans' pension programs are not available on a monthly basis.

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Total payments under the Social Security Act, the Railroad Retirement Act, the Railroad Unemployment Insurance Act, the State unemployment compensation laws, and the retirement systems administered by the Civil Service Commission aggregated \$47.9 million in October. As in September, they were lower than at any time since January 1940, when benefits under the old-age and survivors insurance program first became payable. Improved employment conditions were almost entirely responsible for the low level of these payments.

Payments under the State unemployment compensation laws in October were only about half as large as those in January and were 34 percent below October 1940 (table 2). Beneficiaries under the State unemployment compensation programs also decreased appreciably; in October 1941 they totaled 430,000, as compared with 698,000 in the same month of the preceding year (table 3).

Payments and beneficiaries under the Railroad Unemployment Insurance Act were lower than the October 1940 totals by 34 and 55 percent, respectively. Employment on class I steam railways has increased continuously since January 1941 in response to increased freight-car loadings and passenger traffic. While there was a seasonal decline in the number of maintenance-of-way employees, it was not sufficiently large to counteract the general upward trend in railroad employment.

In contrast to the cyclical downward trend in payments and beneficiaries under the unemployment insurance systems, the various retirement

Table 3.-Individuals receiving payments under selected social insurance and retirement programs, by month, October 1940-October 1941

f'In thousands1

			Retirem	ent and su	rvivor bene	eficiaries				Unemploys ance ben	nent insur- eficiaries
	Mon	thly retires	ment s		Survi	vor ben ef	iciaries		Separated employees receiving		
Year and month		Railroad	Civil	Monthl	y benefi- ries	Lump	-sum benef	iciaries *	refunds under the Civil Service	State unemploy- ment com-	Railroad Unemploy- ment In-
1940	Social Security Act 1	Retire- ment Act 3	Service Commission 8	ommis- Social	Railroad Retire- ment Act <sup>1</sup>	Social Security Act ?	Railroad Retire- ment Act	Civil Service Commis- sion *	Commission *	pensation laws 10	surance Act 11
October 1940 October November December	130. 9 140. 7 150. 6	144. 9 145. 6 146. 0	64. 6 65. 0 65. 2	59. 1 66. 7 75. 1	3. 2 3. 2 3. 3	8.6 7.2 7.3	1.1 .9 1.0	0.6 .7 .6	1.7 1.5 1.6	698. 1 676. 1 666. 6	28. 9 20. 3 73. 7
January February March April May June July August September October .	175.0 190.7 200.8 211.1 218.8 229.0 239.2 247.7	146. 4 147. 3 147. 6 148. 1 148. 9 149. 6 150. 2 150. 2 150. 3 151. 8	65. 5 65. 5 68. 1 66. 3 66. 8 66. 9 67. 1 67. 5 67. 5	83. 3 92. 9 101. 2 106. 7 115. 8 122. 4 120. 9 137. 1 142. 7 149. 9	3.3 3.3 3.4 3.4 3.4 3.5 3.5 3.6	7.8 9.1 9.1 8.2 7.9 7.4 8.6 8.5 7.2 8.0	1.0 .8 1.0 1.7 1.5 1.0 1.3 1.1 1.0	.9 .5 .7 .6 .4 .6 .6 .5	1.7 1.7 1.9 2.0 2.5 2.6 2.5 3.3 3.0 3.4	825. 7 806. 4 761. 7 589. 6 659. 0 682. 9 611. 1 571. 9 493. 4	77. 63. 55. 63. 8. 20. 711. 410. 6112. 6113. 6113. 6113.

<sup>1</sup> Primary beneficiaries and their wives and children, for whom monthly benefits were certified to the Secretary of the Treasury during month. Distribution by type of benefit partly estimated for 1940.

1 Employee annuitants and pensioners on roll at end of month; include disability annuitants under Civil Service, Canal Zone, and Alaska Radiroad Retirement Acts; represents age and disability retirements, voluntary and involuntary retirements after 30 years' service, and involuntary separations after not less than 15 years' service. Figures not adjusted for suspension of annuities of persons who have returned to work in the War and Navy Departments under the National Defense Act of June 28, 1940, numbering 478 in October 1941.

1 Widows, parents, and orphans for whom monthly benefits were certified to the Secretary of the Treasury during month. Distribution by type of benefit partly estimated for 1940.

b Widows receiving survivor benefits under joint and survivor elections and next of kin receiving death-benefit annuities for 12 months. Widows receiving both survivor and death-benefit annuities are counted twice, but 2 or more individuals sharing 1 death-benefit annuity are counted as 1.

b Number of deceased wage earners with respect to whose wage records payments were made to survivors.
Represents deceased wage earners whose survivors received payments under either 1935 or 1939 act.
b See footnote 3 for programs covered. Represents survivors of employees who died before retirement age and of annuitants with unexpended balances.
b See footnote 3 for programs covered.
Represents average number of weeks of unemployment compensated in calendar weeks ended within month.
In Number of individuals receiving benefits during second and third weeks of month for days of unemployment in registration periods of 15 consecutive days through November 1940 and of 14 days thereafter.

systems are experiencing a long-term upward trend in payments and beneficiaries. In October, retirement and survivor payments aggregated \$25.4 million as compared with \$21.2 million in the same month of 1940. Total monthly payments under the various retirement programs were greater than they had been in any previous month. Similarly, monthly payments under the Social Security Act to primary beneficiaries and their dependents and to survivors of covered workers reached an all-time high, as did monthly payments to primary beneficiaries under programs administered by the Railroad Retirement Board and the Civil Service Commission. Primary beneficiaries

receiving monthly benefits under these programs also were more numerous than ever before, as were survivors of wage earners insured under the Social Security Act. It is estimated that during October approximately 480,000 families received monthly benefits on the basis of previous covered employment of one or more family wage earners, 257,000 under the Social Security Act, and 223,000 under the Railroad Retirement Act and the Civil Service retirement systems. This total represents an increase over September of approximately 12,000 families benefiting from the retirement programs and is an indication of the growing importance of these programs.

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# The British National Health Insurance, Contributory Pensions and Workmen's Compensation Act, 1941\*

To offset increases in the cost of living, Great Britain during 1940 increased benefit payments and allowances under unemployment insurance and assistance, old-age pensions, and workmen's compensation. With the passage of the National Health Insurance, Contributory Pensions and Workmen's Compensation Act on July 22, 1941, all insurance programs have now been liberalized. The new act, the provisions of which go into effect in January 1942, extends the coverage of the three systems and increases benefits and contributions under national health insurance.

The Minister of Health, with the approval of the Treasury, may modify or suspend the operation of any of the provisions of the health insurance or pension acts if war conditions make it expedient, but he cannot change the rates of benefits or contributions or the proportion of the total costs to be met by such contributions.

Coverage.—For compulsory health insurance and contributory old-age pensions, the maximum income limit for nonmanual workers has been raised from £250 to £420 a year; for workmen's compensation this maximum has been raised from £350 to £420. Inclusion of the "£8 a week man" brings the health insurance and workmen's compensation systems into conformity with the limit established in 1940 for unemployment insurance. The same maximum applies to voluntary contributors to health insurance. The act also makes transitional arrangements to maintain continuity of insurance for individuals who have recently

ceased to be compulsorily insured through the operation of the £250 limitation.

Health insurance benefits.—The rates of sickness and disablement benefits, which had remained practically unchanged since 1920, are raised 3s. a week. The normal rate of benefits will be:

Insured worker	Sickness	Disablement
Men	18s.	10½s.
Single women and widows	15s.	9s.
Married women	13s.	8s.

No change is made in the qualifying provisions for either benefit. The reduced sickness benefits payable when less than 104 contributions have been made are increased from 9s. to 12s. for men, and from 7s. 6d. to 10s. 6d. for women, both single and married. Likewise the act provides that the amount of the health insurance benefit which is to be disregarded by public assistance authorities in computing the resources of any applicant for unemployment assistance and other specified allowances shall be 10s. 6d. instead of the former 7s. 6d.

Health insurance contributions.—The cost of the new sickness and disability benefits is met by an increase of 2d. in the normal weekly rate of contributions. Total weekly contributions will be 11d. for men and 10½d. for women, of which 5½d. in each case is to be paid by the employer. The employer continues to pay the entire contribution for insured contributors whose rate of remuneration does not include the provision of board and room by their employer and does not exceed

<sup>\*</sup>Prepared in the Division of Publications and Review.

3s. a day; when the daily rate is more than 3s. but not more than 4s., the employer will pay 6\forall d. of the total.

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Proportionate increases are provided in the rate of contributions for workers employed casually or intermittently and for other classes of contributors for whom special provisions are in effect. For boys and girls between the ages of 14 and 16, who are insured for medical benefit only, the contribution rate continues to be 4d., of which the employer pays half. This rate, according to the Government Actuary, has been "rather more than sufficient, and it will still be adequate to cover the cost of these services as increased under the Bill."

The Government contribution toward the cost of benefits and local administration is increased in exact proportion to the increase in benefit expenditures; as under the old act, it is fixed at one-seventh of the total cost in the case of men and one-fifth in the case of women.

Costs and financing.—Raising the income maximum to £420 will probably bring into the health insurance and contributory pensions systems, according to estimates of the Government Actuary, about 450,000 men. Another 50,000 will come from employments which are excluded from health and old-age insurance and who will therefore be insured for survivors' pensions only. Of the total number of new entrants 200,000 are already insured as voluntary contributors under the health insurance and contributory pensions laws, and probably about 100,000 are already insured as voluntary contributors under the special pension plan for "blackcoat" workers enacted in 1937. The number of women affected is too small to add appreciably to the coverage of any of the systems.

The effect of the increased benefits and the increased coverage of the health insurance program is expected to add about £1.3 million to the annual charge borne by the Exchequer. Taking into account the transfer of persons from voluntary to compulsory pension insurance, the net financial result of the changes effected for contributory pensions, according to the Government Actuary, "is that the Exchequer grants to the two schemes taken together [i. e., compulsory and voluntary] will probably be about £1 million a year greater within 10 years' time than would otherwise have been the case, the excess in the charge rising to more than £1½ millions within the following de-

cennium." Under British old-age insurance, the Government pays the entire cost of contributory pensions payable to persons over age 70. Therefore, an additional charge on the Exchequer will come with respect to pensions for persons over 70 years of age who are now for the first time brought under the pension insurance system. These additional costs will begin in about 5 years and in about 30 years' time it is estimated that they will reach some £2½ million a year.

The act provides for the increased expenditures under health insurance which will result from increases in the cost of medical benefits-including the remuneration of medical practitioners and cost of drugs-and increased administrative expenses of insurance committees and the Minister of Health. The statutory maximum yearly expenditure for medical benefits and administration is raised from 13s. to 14s. 6d. per person per year, on the basis of the total number of insured individuals entitled to medical benefits as present or past members of an approved society. The additional 11/2s. is not definitely allocated in the statute. The Government has, however, reached an agreement with the medical profession to increase the capitation fee from 9s. to 9s. 9d. per insured person, effective January 1, 1942, and to increase the mileage allowance by about 20 percent. It was agreed that the additional 9d. was to cover only increased expenses of practice and the additional group just brought into insurance and was not to be considered as meeting the physicians' demand for reconsideration of the basic capitation fee because of increases in the cost of living. That question is to be reviewed as soon as the war ends.

The act removes the former limits of 6d. and 3d. per individual allowed the insurance committees and the Minister of Health, respectively, for administrative costs, and provides that "the sums so payable shall not exceed such sums as may be prescribed." The increase in the liabilities of the approved societies is met by creating additional reserve values and raising from 3 to 3½ percent the rate of interest on balances standing to the credit of approved societies.

The Government Actuary estimates that the new rates of contribution will provide a margin sufficient to meet the new rates of yearly expenditures up to about 2s. 6d. per insured person. The actuarial value of the increased benefits, including this additional 2s. 6d., is calculated as the

equivalent of a weekly contribution of about 11.2d. for a man and 11.9d. for a woman, basing the estimate on individuals entering the system at age 16. The higher value for the women's benefit, notwithstanding their lower actual benefits, is caused by their higher average number of weeks of sickness and disability.

Significance of the legislation.—Criticism of the bill during its passage through the House of Commons included the points that the bill did nothing to remove inequalities between sickness and disablement benefits or the inequalities of benefits between members of one approved society and another. Another main argument was that the bill left practically untouched the discrepancies between the levels of health insurance, workmen's compensation, unemployment insurance, and pensions. It was made clear by the Secretary of State for Scotland, however, speaking for the Government, that major changes in the structure of the British insurance and relief program must await the recommendations of the Inter-departmental Committee on Social Insurance and Allied Services, under the chairmanship of Sir William Beveridge. The present bill, he said, must be read against the background of the survey now being conducted by that Committee. "It is only an interim Measure, a stop-gap, designed to meet immediate necessities, but to do so in such a way as will not prejudice whatever conclusions at which this House may arrive after the war emergency is over, regarding the whole future of social insurance. We think the Measure is useful and necessary now. It will bring relief and a measure of happiness to thousands of homes while the Committee is laying down the lines for the major Measure, which can be undertaken only when there is time for adequate discussion, free from the stresses and the harassments of war."

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The National Insurance Gazette, on the other hand, in an editorial in the issue of July 31, 1941. emphasized the positive achievements of the present act, declaring that "in pre-war years a Bill which brought into insurance all workers earning up to £8 a week would have been considered to be of decided importance. So, too, would a Bill which increased benefits by 3s. a week and contributions by 2d. a week; while a Bill which gave National Insurance Medical benefit to persons earning up to £420 a year would have demanded weeks of criticism and discussion. There are technical changes of some importance, too. We are, in short, doing in a day or two what ordinarily we could not have done in a month. And the doctors are accepting without a murmur, in 1941, a proposition against which they would have gone to the stake in 1911. Thirty years ago the Medical Benefit negotiations took months of bitter and even violent fighting, and even at the end the doctors absolutely refused to give the benefit to persons earning over £3 a week. To-day there is not even a letter to 'The Times' against a proposition to give the benefit to persons earning £8 a week."

### Financial and Economic Data

#### Receipts and Expenditures

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Federal insurance contributions totaled \$45.7 million in October, an increase of less than \$1.0 million over July, the first month of the previous quarter, and \$11.2 million more than receipts in October 1940. Collections for the first 4 months of the current fiscal year amounted to \$253.4 million or a rise of \$54.2 million over the same

period last year and \$80.2 million over the 1939 period (table 2). Receipts in October were based mainly on pay rolls for July-September, a period of rapidly rising pay rolls. The Bureau of Labor Statistics unadjusted index of pay rolls in manufacturing industries stood at 163.0 in September. 10.9 points above the June level of 152.1.

State unemployment contributions also con-

Table 1.—Social security and total Federal receipts, expenditures, and public debt, by specified period, 1936-41 In millionsl

								fra mm	ional									
				(	Genera	l and spe	cial accour	nts							Pt	ablic de	bt	
	Re	eceipts of Govern	of Feder	al	Ex	penditu	res of Fed	leral Go	vernme	nt								
Period			Rail-				the Social ity Act	Rail	er the road ement ard		Excess	Trust accounts, etc., excess	Change in gen- eral		Old- age and	Unem-	Rail-	
	To- tal 1	Social secu- rity taxes 3	road retire- ment and unem- ploy- ment taxes 3	Allother	To- tal 1	Admin- istra- tive ex- penses and grants to States	Net appropriations and transfers to old-age and survivors insurance trust fund	erative	Transfers to rail-road retirement ac-count	All	(+) or expend- itures	receipts (+) or expend- itures (-)	bal-	Total	survi- vors insur- ance trust fund	ploy- ment trust fund	retire- ment ac- count	All
Fiscal year: 1936-37. 1937-38. 1938-39. 1939-40. 1940-41.	\$5, 294 6, 242 5, 668 5, 925 8, 269	631 712	\$150 109 126	5, 488 4, 928 5, 087	9, 210	291 342 379		3 8 8	107 121	6, 799 8, 255	-3,542 $-3,612$	+306 +890 +137	-338 +622 -947		662 1,177 1,738	872 1, 267 1, 710	\$66 67 70	37, 929 39, 441
4 months ended: October 1939 October 1940 October 1941	1, 768 2, 010 2, 634	211	34	1,765	3, 339	172	188	2	57 56 78	2, 921	-1,330	+189	+29	44, 137	1,871	1, 821	85	
October November December	365 485 741	133	8		940	37	123		20	812 759 1, 153	-455	+216	-103	44, 137 44, 273 45, 028	1,866	1, 934	85	40, 360 40, 388 40, 979
January February March April May June July August September October	674 1, 567 602 541 1, 277	188 42 187 47 167	31 1 8 28 1 6	1, 532 559 376 1, 245 408 381	1, 208 1, 400 1, 352 1, 288 1, 530 1, 640 1, 687 1, 875	30 36 49 35 17 60 43 33	(*) 37 147 1 43 157	1 1 1 1 1 1 1 1 1 1	10 20 10 8 46	1, 025 1, 353 1, 257 1, 105 1, 511 1, 490 1, 486 1, 840	-534 +167 -750 -747 -252 -1, 188 -1, 133 -739	-3 -236 +402 -264 -259 +599 -2 -293	-324 +1,014 -290 -521 +729 -34 +274 -607	46, 090 47, 173 47, 231 47, 721 48, 961 49, 513 50, 921 51, 346	2, 002 2, 161 2, 151 2, 146 2, 381 2, 371 2, 361 3, 2, 556	2, 087 2, 077 2, 117 2, 254 2, 273 2, 333 2, 479 3, 2, 479	85 85 84 74 106 102 91	44, 701 45, 979 46, 220

<sup>&</sup>lt;sup>1</sup> Beginning July 1940, appropriations to old-age and survivors insurance Beginning July 1940, appropriations to old-age and survivors insurance trust fund minus reimbursements to the Treasury for administrative expenses are excluded from net receipts and expenditures of general and special accounts of the Treasury. These net appropriations are included here in both total receipts and expenditures for comparison with previous periods.

Bepresents collections under the Federal Insurance Contributions Act and the Federal Unemployment Tax Act.

Represents total collections under the Carriers Taxing Act and 10 percent of collections under the Railroad Unemployment Insurance Act (see table 2, footnote 5).

of collections under the Railroad Unemployment Insurance Act (see table 2, footnote 5).

\* Excludes public-debt retirement. Based on checks cashed and returned to the Treasury.

\* Excludes funds for vocational rehabilitation program of the Office of Education and for disease and sanitation investigations of the Public Health Service (see table 3, footnote 1); also excludes grants to States for employment service administration under the Wagner-Peyser Act. Such grants are included in "all other." Also excludes administrative expenses incurred by the Treasury prior to July 1940 in administration of title II of the Social

Security Act and the Federal Insurance Contributions Act. Includes expenses incurred by the Social Security Board in administration of the Wagner-Peyser Act, beginning July 1940.

Includes expenditures for administration of railroad unemployment insurance, amounting to \$500,000 in 1938-39, \$5.0 million in 1939-40, \$3.4 million in 1940-41, and \$914,000 in 1941-42; also includes \$2,383,000 expended since April 1941 for acquisition of service and compensation data of railroad workers in accordance with Public Res. 102, approved Oct. 9, 1940.

Includes all trust accounts, increment resulting from reduction in weight of gold dollar, expenditures chargeable against increment on gold (other than retirement of national bank notes), and receipts from seigniorage.

Beginning July 1939, contains separate book account for railroad unem ployment insurance account and for each State employment security agency.

Less than \$500,000.

<sup>&</sup>lt;sup>10</sup> Excludes amounts reimbursed to the Treasury for administrative expenses, which were part of transfer.

tinued their upward trend and reached an alltime high in October. The increase in these receipts, like that in Federal insurance contributions, reflects expanding employment and rising pay rolls.

Federal revenues from all sources amounted to \$489 million in October, as compared with \$1,136

Table 2.-Social insurance taxes under selected programs, by specified period, 1936-41

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Period	Old-age s vivors' in		Unemployment insurance					
	Federal insur- ance contribu- tions <sup>1</sup>	Taxes on carriers and their employ- ees <sup>2</sup>	State unem- ploy- ment contribu- tions <sup>3</sup>	Federal unem- ploy- ment taxes <sup>4</sup>	Rail- road unem- ploy- ment insur- ance contri- butions			
Cumulative through								
October 1941	\$2, 787, 738	\$556, 321	\$3, 990, 919	\$466, 713	\$136, 141			
Fiscal year: 1936–37	101 010							
1937-38		345	(8)	† 57, 751				
1938-39	514, 406	150, 132		90, 104				
1939-40	530, 358	109, 257	803, 007	100, 869				
1940-41	604, 694	120, 967	853, 955	107, 523	49, 16			
months ended:	690, 555	136, 942	888, 442	97, 677	68, 16			
October 1939	170 010	00 000	014 700		1			
October 1939	173, 210	30, 055	314, 736	14, 166				
October 1940 October 1941	199, 152	32, 535	323, 703	11, 967	16, 27			
October 1941	253, 380	38, 678	409, 050	12, 790	18, 81			
1940								
October	34, 500	366	115, 721	2, 747	2			
November	125, 124	4,804	85, 117	7, 998	86			
December	3, 141	29, 166	12, 464	558	16, 33			
1941								
January	33, 923	604	129, 532	12,082	1 4			
February	134, 433	5, 414	88, 561	53, 475	56			
March	2, 588	28, 951	6, 867	918	16, 7			
April	39, 228	1,371	127, 940	2,447	1 3			
May	149, 679	7, 979	105, 763	7, 453	9			
June	3, 286	26, 120	8, 495	780	16, 3			
July	44, 815	872	146, 570	2, 234	10,0			
August	159, 525	5, 638	107, 460	7, 477	5			
September	3, 366	31, 111	6, 781	910	18, 10			
October	45, 674	1,058	148, 239	2, 169	10, 1			

<sup>1</sup> Tax effective Jan. 1, 1937, based on wages for employment as defined in Internal Revenue Code (ch. 9, subch. A, sec. 1426), payable by employers

1 Tax effective Jan. 1, 1937, based on wages for employment as defined in Internal Revenue Code (ch. 9, subch. A, sec. 1426), payable by employers and employees.

2 Tax effective Mar. 1, 1936, based on wages for employment as defined in Carriers Taxing Act, payable by carriers and employees.

3 Represents contributions plus penalties and interest collected from employers and contributions from employees, deposited in State clearing accounts. For differences in State rates, see p. 59, table 10, footnote 1. Data include contributions based on wages from railroad industry prior to July 1, 1939. Subsequent transfers from State accounts to railroad unemployment insurance account in unemployment trust fund, amounting to \$105.9 million as of Oct. 31, 1941, are not deducted. Figures reported by State agencies, corrected to Oct. 31, 1941.

4 Tax effective Jan. 1, 1936, based on wages for employment as defined in Internal Revenue Code (ch. 9, subch. C, sec. 1607), payable by employers only. Amounts represent Federal tax collections after deduction for amounts paid into State unemployment funds on covered wages carned in previous calendar year.

4 Tax effective July 1, 1939, based on wages for employment as defined in Railroad Unemployment Insurance Act, payable by employers only. Computed from data in Daily Statement of the U. S. Treasury. Represents 10 percent which is deposited with the Treasury and appropriated to railroad unemployment insurance administration fund for expenses of the Railroad Retirement Board in administering act, and 90 percent which is deposited in railroad unemployment insurance account in unemployment trust fund and is not included in receipts of general and special accounts of the Treasury. Amounts, therefore, differ from figures on p. 85, table 1, which represent only the 10 percent deposited with the Treasury.

8 Not available.

7 Includes \$40.6 million subsequently refunded to States which did not collect taxes on 1936 pay rolls and in which employers paid full tax to Federal Government.

million in September and \$365 million in October 1940 (table 1). There is usually a considerable drop between receipts in the third month of a quarter and those in the first month of the succeeding quarter.

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Social security taxes accounted for 9.8 percent of total receipts during the month, only slightly less than the average of 10.1 percent for the 4 months of the current fiscal year. During the corresponding 4 months of 1940-41 these taxes represented 10.5 percent of total Federal receipts.

Table 3.—Federal appropriations and expenditures for administrative expenses and grants to States under the Social Security Act, by specified period, 1940-421

[In thousands]

	Fiscal year	ar 1940-41	Fiscal year 1941-42			
Item	Appro- priations	Expendi- tures through October 3	Appro- priations:	Expendi- tures through October <sup>1</sup>		
Total	\$440, 894	\$171, 914	\$463, 829	\$190, 945		
Administrative expenses	27, 694	10, 818	26, 129	10, 503		
Federal Security Agency, Social Security Board 4.  Department of Labor, Chil-	27, 220	8, 854	25, 655	8, 189		
dren's Bureau	364	121	364	126		
Department of Commerce, Bu- reau of the Census	(*)	47 1, 797	(*)	31 2, 157		
Grants to States	413, 200	161, 096	437, 700	180, 441		
Federal Security Agency	402, 000	157, 065	426, 500	176, 687		
Social Security Board	391,000	152, 018	415, 500	171, 768		
Old-age assistance	245, 000 75, 000 10, 000	94, 602 23, 455 2, 756	270, 000 74, 000 9, 000	109, 628 26, 788 3, 122		
Unemployment compensa- tion administration Public Health Service:	61,000	7 31, 205	62, 500	7 32, 231		
Public health work	11,000	5, 047	11,000	4, 886		
Department of Labor, Chil- dren's Bureau	11, 200	4, 031	11, 200	3, 78		
Maternal and child health services Services for crippled children Child welfare services	. 5, 820	1, 929 1, 421 681	5, 820 3, 870 1, 510	1, 23		

¹ Excludes some funds appropriated and expended under the Social Security Act, because they are not separated from other Federal funds for similar purposes. Such is the case with funds for vocational rehabilitation for which \$113,000 was appropriated for 1940-41 and \$112,000 for 1941-42 for administration in the Office of Education, and \$2 million for 1940-41 and \$2,650,000 for 1941-42 for grants to States. For disease and sanitation investigations of the Public Health Service, appropriations were \$1,625,000 for 1940-41 and \$1,665,000 for 1941-42 in addition to grants to States shown in this table. ¹ Excludes unexpended balance of appropriations for previous fiscal year. ¹ Based on checks cashed and returned to the Treasury. Includes expenditures from reappropriated balance of appropriations for previous fiscal year. ¹ Includes amounts expended by the Board in administration of title II of the act, reimbursed to general fund of the Treasury. Includes amounts for administration of the Wagner-Peyser Act. ¹ Represents amounts expended by the Treasury in administration of title II of the Social Security Act and the Federal Insurance Contributions Act, reimbursed to general fund of the Treasury. ¹ Not available. ¹ Includes grants certified by the Social Security Board to States for employment service administration to meet requirements of unemployment compensation program. Excludes grants to States for employment service administration under the Wagner-Peyser Act, for which \$3 million was appropriated in 1940-41 and \$3,100,000 in 1941-42.

Source: Various Federal appropriation acts (appropriations); Daily State-

Source: Various Federal appropriation acts (appropriations); Daily Statement of the U. S. Treasury (expenditures).

When the new defense taxes levied by the Revenue Act of 1941-many of which became effective October 1-are reflected in tax receipts, the ratio of social security taxes to total Federal receipts may be expected to decline much more sharply.

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Federal expenditures in October amounted to \$2,126 million, more than twice the amount for the same month of 1940. Expenditures since July 1941, including net appropriations to the old-age and survivors insurance trust fund, also were more than double the amount for July-October 1940. Expenditures for administration and grants to States under the Social Security Act in the 4-month period represented only 2.6 percent of total expenditures, as compared with 5.2 percent in the same period of 1940.

The marked increase in total disbursements during October, coupled with the drop in receipts, resulted in an excess of \$1.6 billion in expenditures over receipts and brought the total excess for the fiscal year to \$4.7 billion. The public debt has risen from \$49.0 billion as of June 30, 1941, to \$53.6 billion as of October 31. The investments of the old-age and survivors insurance trust fund and the unemployment trust fund accounted for \$430 million of this rise. The combined investments of these funds totaled \$5,084 million on October 31, or 9.6 percent of the interest-bearing public debt. The computed rate of interest on the interest-bearing public debt continued to decline and was 2.465 percent at the end of Octtober compared with 2.482 percent as of September 30, 1941, and 2.588 percent as of October 31, 1940. The October rate is the basis for determining the rate of interest on any unemployment trust fund certificates or old-age and survivors insurance trust fund notes acquired in November.

Grants to States and administrative expenses under the Social Security Act for the first 4 months of the current fiscal year amounted to \$190.9 million, an increase of \$19.0 million over the corresponding period of last year (table 3). Administrative expenditures in the same period declined 2.9 percent from the previous year. Total grants to States increased \$19.3 million or 12 percent over last year; the largest increases occurred in grants for old-age assistance and for aid to dependent children. Grants for public health

Table 4.—Status of the old-age and survivors insurance trust fund, by specified period, 1936-41

1	In	thousan	ds

	Recei	pts 1	Expen	ditures	Assets					
Period	Contribu- tions appro- priated to trust fund <sup>3</sup>	Interest received <sup>3</sup>	Benefit payments 4	Reimburse- ment for ad- ministrative expenses	Net total of special Treasury notes ac- quired	Cash with disbursing officer at end of period	Credit of fund account at end of period *	Total assets at end of period		
Cumulative through October 1941	\$941, 521	\$143, 290	\$131, 189	\$47, 942	\$2, 546, 000	\$14,040	\$50, 640	\$2, 610, 686		
1936-37 1937-38 1938-39 1939-40 1940-41		2, 262 15, 412 26, 951 42, 489 55, 958	27 5, 404 13, 892 15, 805 64, 342	12, 288 26, 840	267, 100 395, 200 514, 900 560, 900 642, 500	73 1,931 3,036 6,098 10,778	113, 012 66 500 6, 238	267, 23 777, 24 1, 180, 30 1, 744, 60 2, 397, 61		
4 months ended: October 1939. October 1940. October 1941.		146 218	4, 267 15, 502 31, 719	9,070 8,814	172, 000 132, 500 165, 400	3, 768 10, 426 14, 040	373, 067 35, 985	1, 726, 03 1, 917, 01 2, 610, 68		
October	34, 500 125, 124	42 54 171	4, 942 4, 783 5, 169	2, 407 2, 407 2, 438	-5, 000 -5, 000 150, 900	10, 426 10, 640 10, 416	35, 985 158, 760	1, 917, 01 2, 035, 00 2, 030, 70		
January 1941 January February March April May June July August September	134, 433 2, 588 39, 228 149, 679 3, 286 44, 815 159, 525	164 96 241 239 131 54, 715 9	5, 422 5, 887 6, 718 6, 715 6, 975 7, 135 7, 465 7, 966 8, 960	2, 201	-10,000 -5,000 159,800 -10,000 -5,000 234,300 -10,000 -10,000	14, 992 14, 101 12, 262 15, 506 13, 527 10, 778 13, 310 15, 400	168, 221 4, 246 41, 514 189, 126 6, 238 48, 864 206, 231	2, 057, 27 2, 183, 82 2, 177, 80 2, 208, 32 2, 348, 91 2, 397, 61 2, 432, 72 2, 582, 22 2, 575, 41		

<sup>&</sup>lt;sup>1</sup> Transfers to trust fund from appropriations totaled \$1,705 million as of June 30, 1940; for fiscal year 1936-37, \$265 million was transferred; for 1937-38, \$387 million; for 1938-39, \$503 million; and for 1939-40, \$550 million.

<sup>3</sup> Beginning July 1940, trust fund appropriations equal taxes collected under the Federal Insurance Contributions Act.

<sup>3</sup> Interest on investments held is credited annually in June; on investments

redeemed, in month of redemption.

Based on checks cashed and returned to the Treasury.

Minus figures represent notes redeemed.

Prior to July 1940, includes balance of appropriation available for transfer.

Source: Compiled from data in the Daily Statement of the U.S. Treasury.

work and for two of the three programs administered by the Children's Bureau of the Department of Labor declined in comparison with the same 4-month period of 1940.

#### Old-Age and Survivors Insurance Trust Fund

Appropriations to the trust fund, which are equal to insurance contributions collected, amounted to \$45.7 million in October; for the first 4 months of the fiscal year these appropriations (table 4) totaled \$253.4 million. In October, 3-percent special Treasury notes amounting to \$10.0 million were redeemed, and the entire sum was made available to the account of the disbursing officer. Interest on the redeemed notes, amounting to \$88,000, was credited to the fund account. Benefit payments in October were \$8.3 million, on a checks-cashed basis, an increase of 2.8 percent over September. As in previous months, one-third of the quarterly reimbursements for administrative expenses was deducted from the total assets of the fund in October in advance of actual repayment to the Treasury.

Assets of the fund increased \$35.3 million in October and the total rose to \$2.6 billion.

#### Railroad Retirement Account

At the beginning of October a quarterly transfer from the appropriation account to the trust fund account, amounting to \$31.5 million, was invested in Treasury notes. In addition, the trust fund account was credited with the interest of \$97,000 on \$10.5 million Treasury notes sold during the month. Benefit payments in October amounted to \$10.6 million.

Assets of the account at the end of October totaled \$186.5 million, of which \$112.0 million was in Treasury notes, \$11.4 million in cash credited to the disbursing officer, and \$63.1 million in credits to the appropriation account.

#### **Unemployment Trust Fund**

Total receipts of the unemployment trust fund amounted to \$73.8 million in October. The Railroad Retirement Board deposited \$78,000 of this amount in the railroad unemployment insurance account, \$33,000 consisted of interest on redeemed notes, and \$73.7 million was deposited by the States. These receipts were \$16.9 million more than receipts last October, but \$8.2 million less than receipts in July 1941, the first month of the preceding quarter (table 6). Receipts for the current fiscal year amounted to \$356 million, an increase of \$75 million over the corresponding period in 1940.

Withdrawals for benefit payments from State accounts during October fell to \$19.4 million, the smallest amount for any month since February

Table 5.—Status of the railroad retirement account, by specified period, 1936-41

			[In thousa	nds]						
Period		Receipts		Transfers from ap- propriation to trust fund		Assets at end of period				
	Amount appro- priated	Interest received	Total			3-percent Treasury notes	To credit of appropria- tion <sup>3</sup>	To creditof disbursing officer	Total	
Cumulative through October 1941	* \$639, 350	\$8,624	\$647, 974	\$576, 350	\$461, 521	\$112,000	\$63, 103	\$11,350	\$186, 48	
Fiscal year: Through June 1938	120, 150 * 113, 600	1, 411 2, 202 2, 283 2, 534 195	147, 911 120, 452 122, 433 116, 134 141, 045	124, 350	79, 849 105, 774 113, 099 121, 174 41, 626	66, 200 67, 200 79, 400 74, 000 112, 000	234 13, 206 10, 847 2, 503 63, 103	1, 628 2, 334 1, 826 10, 530 11, 350	68, 06 82, 74 92, 07 87, 03 186, 45	
October November December				. 20,000	10, 026 10, 028 10, 028	85, 400 85, 400 85, 400	48, 454	12, 147 22, 118 12, 089	166, 00 155, 97 145, 94	
January 1941 January Pebruary March April May June July August September	140, 850	37 2,497		20,000 10,000 8,350 0 46,350	9, 989 9, 947 10, 258 10, 391 10, 516 10, 343 10, 295 10, 314	85, 400 85, 400 85, 400 85, 400 74, 000 107, 850 91, 000	18, 458 8, 459 111 49 2, 503 94, 504 94, 531	12, 099 22, 151 21, 891 19, 848 10, 831 10, 530 15, 234 10, 919 11, 371	135, 95 126, 00 115, 78 105, 35 94, 87 87, 03 217, 58 207, 20	

Based on checks cashed and returned to the Treasury.
 Represents balances in appropriation and trust fund accounts, including left credit from adjustments such as cancelations and repayments.
 Appropriation reduced by transfer of \$9 million in October 1940 to prior-

service account for collection of service and compensation data of railroad workers prior to 1937

Source: Compiled from data in the Daily Statement of the U.S. Treasury.

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#### Table 6.—Status of the unemployment trust fund, by specified period, 1936-41 1

IIn thousandsl

	Total	Net total of special	Unex-	Undis- trib-		State	accounts		Railroad	unemplo	yment i	nsurance	account
Period assets at end of certification period cate	Treasury certifi- cates acquired 3	pended bal- ance at end of period	uted inter- est at end of period <sup>3</sup>	Deposits	Interest credited	With- drawals 4	Balance at end of period	Trans- fers from State accounts	Depos- its	Interest credited	Benefit pay- ments	Balance at end o period	
Cumulative through Oc-	<b>\$2</b> , 541, 283	<b>\$2, 538, 000</b>	<b>\$3,</b> 283	\$33	\$3, 956, 356	\$128, 310	\$1, 752, 120	\$2, 332, 547	*\$105, 901	\$122, 528	\$3, 266	\$34, 401	*\$208, 70
Piscal year: 1936–37 1937–38 1938–39	884, 247	293, 386 559, 705 395, 000	94 12, 247 13, 539			2, 737 15, 172	1,000 190,975 441,795	312, 389 884, 247 1, 280, 539					
1939-40 1940-41	1, 724, 862 2, 283, 658	443, 000 563, 000	14, 862 10, 658	******	811, 251 859, 864 892, 023	26, 837 37, 524 45, 893	484, 764 537, 343	1, 693, 164 2, 093, 737	1, 801 5 104, 100	44, 249 61, 347	202 3, 059	14, 552 17, 784	31, 69 4 189, 92
4 months ended: October 1939 October 1940 October 1941	1, 413, 866 1, 824, 962 2, 541, 283	103, 000 111, 000 265, 000	43, 866 3, 962 3, 283	35 68 33	263, 595 266, 433 334, 997	118 133 55	142, 692 271, 558 96, 243	1, 401, 560 1, 688, 171 2, 332, 547	599 593, 978 0	7 15, 000 14, 652 16, 932	(*) 3 5	3, 329 3, 609 2, 064	12, 27 136, 72 208, 70
October	1, 824, 962	31,000	3, 962	68	56, 741		82, 994	1, 688, 171	50, 016	21		973	136, 72
November December	1, 939, 111 1, 957, 977	113, 000 11, 300	5, 111 12, 677	68	143, 023 12, 819	21, 509	29, 863 30, 826	1, 801, 331 1, 804, 833	1, 014 1, 452	781 14, 698	1, 016	806 1, 733	137, 71 153, 14
1941 JanuaryFebruaryMarch	1, 995, 108 2, 100, 651	113, 000	20, 808 13, 351	12 12	68, 204 145, 649	54	38, 001 40, 426	1, 835, 036 1, 940, 259	2, 462 2, 467	40 512		3, 085 2, 659	\$ 160, 06 160, 38
April	2, 126, 553 2, 263, 477	-10,000 40,000 137,000	15, 039 9, 253 9, 177	106 106	13, 141 66, 517 166, 135		33, 440 29, 017	1, 919, 412 1, 952, 489 2, 089, 607	\$ 2, 695 31	15, 064 63 863	5	2, 522 1, 728 1, 088	172, 92 173, 95 173, 76
June July August	2, 336, 948 2, 488, 016	60, 000 146, 000	10, 658 3, 948 9, 016	7 7	10, 102 77, 970 175, 928	24, 197	24, 889	2, 093, 737 2, 143, 431 2, 294, 470	0	14, 674 45 516	2, 037	554 366 487	189, 92 193, 50 193, 53
September October	2, 487, 541 2, 541, 283	59, 000	8, 541 3, 283	33	7, 446 73, 654	55	23, 670 19, 408	2, 278, 301 2, 332, 547	0	16, 293 78	8	596 615	209, 24

Beginning July 1939, contains separate book account for railroad unemployment insurance account, in which are held moneys deposited by the Railroad Retirement Board and from which the Secretary of the Treasury makes benefit payments as certified by the Railroad Retirement Board. Trust fund maintains separate account for each State agency, in which are held all moneys deposited from State unemployment funds and from which State agencies withdraw amounts as required for benefit payments.
 Minus figures represent certificates redeemed.
 Interest on redeemed Treasury certificates, received by fund at time of redemption but credited to separate book accounts only in last month of each quarter.

1938. Railroad unemployment benefits increased in October for the third consecutive month but were \$358,000 below benefit payments in October 1940.

Total assets of the unemployment trust fund as of October 31 reached the highest level to date-\$2,541 million, 2.2 percent above September 1941 and 39.3 percent above October 1940. Certificates of indebtedness held by the fund increased \$59 million; \$5 million of the 2½-percent certificates were redeemed, and new 2%-percent certificates amounting to \$64 million were acquired.

#### State Tax Collections, 1939-41

State sales-tax collections and the ability of the States to finance public assistance may be materially affected by the recent Supreme Court decision in the case of State of Alabama v. King and Boozer, announced on November 10, 1941. This decision upholds the power of the States to tax sales of

materials to "cost plus a fixed fee" contractors for their use in constructing Federal defense projects. Whether the States had the right to tax such sales had been a moot question.

The total yield from State sales taxes during State fiscal years ending in 1941 is estimated at \$1.8 billion—approximately 40 percent of the total State collections of \$4.5 billion for such years (table 7). The estimate was made by the Bureau of the Census, Division of State and Local Government, and is based on reports from 37 States with fiscal years ended on or before June 30, 1941, and estimates made by that Division for the other 11 States.

The estimated \$4.5 billion in State tax collections is 7 percent above the \$4.2 billion collected in fiscal years ended in 1940. About the same rate of percentage increase is recorded for 1940 as compared with 1939. These figures cover all taxes collected by State governments, includ-

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4 Includes transfers to railroad unemployment insurance account.

4 Includes amounts certified by the Social Security Board to the Secretary

of the Treasury in behalf of the State of Connecticut for payment into rail road unemployment insurance account in accordance with sec. 13 of the Railroad Unemployment Insurance Act.

§ Includes transfers from railroad unemployment insurance administration fund in accordance with amendments of Oct. 10, 1940, to the Railroad Unemployment Insurance Act amounting to \$7.5 million in January 1941, \$3.9 million in July 1941, and \$667 in August.

§ \$15 million was advanced by the Treasury to railroad unemployment insurance account in July 1939 pursuant to sec. 10 (d) of the Railroad Unemployment Insurance Act and was repaid during January 1940.

§ Less than \$500.

Source: Compiled from data in the Daily Statement of the U. S. Treasury.

Table 7.—State tax collections in State fiscal years ending in 1939, 1940, and 1941, by type of tax

[In millions]

1		Per-						
Type of tax	1941	1	1940		1939		change	
	Amount	Per- cent of total	Amount	Per- cent of total	Amount	Per- cent of total	1940 to 1941	to
Total	\$4, 451	100	84, 171	100	\$3, 884	100	+7	+7
Unemployment com-								
pensation taxes	881	20	844	20	799	21		
Property taxes	254	6	263	6	259	7	-3	
Severance taxes	59	1	52	1	48	1	+13	
Sales taxes	1, 796	40	1, 647	40	1, 489			+1
General	552	12	490	12	441	11		
Gasoline bever-	910	20	845	20	801	21	+8	+
_ages	215		200	5	174	4	+8	+1
Tobacco	103	2	97	2	60	2	+6	+0
Other	16		14	(1)	14	(1)	+14	+
Motor vehicle taxes.	416		388	9	364	9		1+
Business taxes	452		444	11	408	11	+2	+
Net income taxes	420		358	9	334	9	+17	+
Corporations	157	4	123		108	3	+27	+1
Individuals	208		188	5	182		+11	
Undistributed	55	1	46	1	44	1	+19	+
Inheritance, estate,								1
and gift taxes	122		118	3	133		+3	
Miscellaneous taxes.	51	1	58	1	51	1	-12	1+

<sup>&</sup>lt;sup>1</sup> Data for 1941 estimated by the Bureau of the Census on basis of reports from 37 States with fiscal years ended in 1941 prior to July 1.
<sup>2</sup> Less than 0.5 percent.

ing State-collected taxes shared with local governments. Tax revenues collected by local governments are excluded.

Revenues from all types of taxes except property and miscellaneous taxes increased in 1941. The increases reflect primarily the rise in income payments in these years, since there was little change in tax rates or bases between the fiscal years 1940 and 1941. The continued rise in income payments would point to a continued increase in State tax collections, provided Federal taxation or business changes do not reverse the trend.

State income taxes showed the largest percentage increase over 1940. They are estimated to yield \$420 million in 1941, an all-time high; in 1940 the yield was \$358 million. This 17-percent increase and the 9-percent increase in sales-tax yields reflect the acceleration in business activity. Receipts from these two taxes respond more rapidly to changes in business than do other types of taxes.

The yield from State sales taxes, the most important single source of State revenues, depends upon consumption trends. Many States have exempted sales for Government defense projects

from taxation. It is thought by some that the recent decision upholding the right of the States to tax sales to "cost plus a fixed fee" contractors may encourage some States to remove the present exemptions. On the other hand, civilian consumption is being affected by the defense effort in at least three ways: Curtailment of production of civilian consumption goods as a result of defense priorities; reduction of consumption, because of the limitations placed on installment buying; and increased Federal taxation. Automobiles, refrigerators, and washing machines, which are important items in State sales taxes, are examples of products affected by all three of these factors.

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State income taxes will also be affected by increased Federal taxation. States levying income taxes may be classified into three groups, according to their deduction practices with respect to other taxes paid. Some States permit deductions for both Federal and State taxes; some permit deductions for Federal taxes but not for State taxes; and some do not allow deductions for either Federal or State taxes. The effect of increased Federal taxes already enacted will, therefore, vary in the States levying income taxes, according to the deductions permitted.

Revenues for local governments are likely to be more stable than those for State governments because local revenues are derived primarily from a general property tax. Property-tax collections are likely to increase somewhat, however, because of declining delinquency as the national income rises, although no sharp rise in assessed valuations is anticipated. In some States, the return to local governments of large shares of State-collected taxes, especially sales and income taxes, will cause the revenues of local governments to be subject to the same influences as those of State governments. Increased costs of supplies and services purchased by local governments may offset to some extent any increase in property-tax collections.

Federal grants cover approximately one-half of total expenditures for public assistance, and they are matched by funds provided by the State or the State and its localities. Increased State revenues and new State taxes during recent years have enabled the States to allocate increasing amounts for public assistance payments. In the future, however, new sources for State taxation

Source: U. S. Bureau of the Census, Division of State and Local Government, State Tax Collections: 1941, Special Study No. 16 (preliminary), p. 9; and State Tax Collections: 1940, Special Study No. 10, p. 13.

may be difficult to find because of the new tax bases and rates of Federal taxes. Although the exact effects of curtailed civilian consumption and Federal taxation cannot be foreseen, the known factors of the present situation do not seem to warrant the conclusion that the rising trend in State tax collections evident in 1940 and 1941 will continue. The effect on the public assistance programs might be to stabilize, at least temporarily, the funds available for these programs.

The increased receipts from pay-roll taxes may be expected to continue to build up the State accounts in the unemployment trust fund as long as employment continues at the present high level.

#### **British Taxes**

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The November Bulletin (pp. 87-88) contained a summary of the provisions of the Canadian National Defence Tax, a levy deducted at the source. Deduction of taxes at the source was considered by Great Britain early in the war, and the July 1940 Budget of Sir Kingsley Wood provided that income taxes on wages and salaries be deducted at source. This deduction is not an innovation in the British tax system, since a voluntary arrangement for the collection of income tax by deductions from pay has been in operation since 1932. Under this voluntary arrangement, the semiannual tax payments are deducted in six monthly installments paid to the collector of taxes by the employer. Adjustment of such payments with the actual amounts due is the personal responsibility of the employee.

Of greater interest to this country, in connection with current discussions of compulsory saving during the defense program and increases in purchasing power in the post-defense period, is the adoption in April 1941 of a form of the "Keynes Plan." Adoption of this plan, it should be noted, does not alter the provisions for deducting taxes at source. Essentially, the purpose of this plan is to postpone receipt of a portion of earnings "which must be deferred—withdrawn, that is to say, from immediate consumption and only made available as a right to consume after

the war is over." This plan, proposed by Mr. Keynes in the winter of 1939-40, was rejected in the April 1940 Budget of Sir John Simon, then Chancellor of the Exchequer, on the grounds that compulsory savings would reduce the yield of voluntary borrowing. The April 1941 budget message of Sir Kingsley Wood, however, gave a portion of the excess-profits taxes (payable at the rate of 100 percent) the character of a compulsory-savings tax. In this budget message, it was announced that 20 percent of all sums paid in excess-profits taxes will be returnable to the taxpayers after the war, subject to provisions designed to ensure that the money is actually to be spent on "reconstruction." At the same time, personal allowances for income-tax purposes were reduced, and it was provided that sums paid as a result of the reduction in allowances will be returned to taxpayers after the war by means of credits in the Post Office Savings Bank, up to a maximum of £65 per year for any one taxpayer. No interest will be paid on these forced loans to the Government.

The budget message did not indicate, however, whether this repayment, like the repayment of the excess-profits tax, will be subject to income tax; nor were conditions of repayment announced, either as to timing or amount. The Economist <sup>2</sup> estimates that the sums involved will be large—"perhaps £35 million for EPT [excess-profits tax] and £125 millions for income-tax for every full year that the war lasts," and warns of the care necessary in releasing such an accumulation of purchasing power.

It is notable that the 1941 plan provides for compulsory savings and deferred repayment on a double scale—first, as a deferred pay plan for individuals and, second, as a deferred profits plan for corporations. Proposals in the United States have so far been primarily concerned with compulsory saving on the part of individuals, particularly wage earners.

1941), p. 475.

<sup>1</sup> Keynes, John Maynard, How to Pay for the War . . . , 1940, p. 10.

1 "The First War Budget," The Economist, Vol. 140, No. 5094 (Apr. 12,

# Recent Publications in the Field of Social Security

#### SOCIAL SECURITY BOARD

Public Assistance, 1940. Washington: U. S. Government Printing Office, 1941. 41 pp., including 37 tables and 7 charts. 15 cents.

This calendar-year summary of data on public assistance in 1940, preprinted from the Social Security Yearbook, 1940, has been issued as Public Assistance Report No. 1 of the Bureau of Public Assistance. The volume continues, except for county data, series on recipients and payments under programs for old-age assistance, aid to dependent children, aid to the blind, and general relief in the continental United States, Alaska, and Hawaii, published by the Social Security Board, Bureau of Research and Statistics, as Bureau Report No. 1, Tabular Summary of Statistics of Public Assistance Under the Social Security Act for the Calendar Year 1937, and Bureau Report No. 8 (preprinted from the 1939 Social Security Yearbook), Trends in Public Assistance, 1933-1939.

The present report summarizes data on recipients and payments for the special types of public assistance and general relief, by month and State, and analyzes State differences in the source of funds for such payments in 1940 and the distributions, by amount, of payments to recipients of old-age assistance, aid to dependent children, and aid to the blind for November 1940 in States with plans approved by the Social Security Board. Data on earnings and persons employed on Federal work programs are also included.

This report is available for limited distribution without charge only to persons and agencies participating in the administration of public welfare programs; requests for such use should be directed to the Bureau of Public Assistance, Social Security Board, Washington, D. C. Copies of the report may be purchased from the Superintendent of Documents, Government Printing Office, Washington, D. C., at 15 cents each. Purchase orders for this and other printed publications of the Social Security Board, accompanied by remittance, should be sent directly to the Government Printing Office.

Sixth Annual Report of the Social Security Board. Washington: U. S. Government Printing Office, 1941. 216 pp., including 40 tables and 30 charts. 30 cents.

This report to Congress, on legislative, administrative, and financial aspects of the programs for which the Board carries administrative responsibility under the Social Security and Wagner-Peyser Acts, covers the fiscal year ended June 30, 1941, and includes a supplementary statement on developments in the period July 1-October 31, 1941.

The report records activities in a period characterized by rapidly changing economic conditions under the impetus of national defense and by the continuing development of the social security programs instituted in earlier years. Separate chapters, with charts, report the over-all development of social security in the fiscal year and operations under old-age and survivors insurance, employment security, and public assistance programs. Tables on financial operations and statistical data for each program form appendixes to the report. is a

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#### GENERAL

"Canada's Post-Discharge Plan of Rehabilitation; Review of Order in Council Providing for Re-establishment of Members of Armed Forces Into Civilian Life." Labour Gazette, Ottawa, Vol. 41, No. 10 (October 1941), pp. 1235-1236.

ELLIS, PAUL W. "Social Security Taxes as Restraints on Inflation." Conference Board Economic Record, Vol. 3, No. 20 (Oct. 24, 1941), pp. 441-442.

Discusses the collection of income taxes at the source and the recent proposal to extend coverage and increase social security taxes, as possible anti-inflationary and price-control devices.

Hansen, Alvin H. "Income, Consumption, and National Defense." Yale Review, New Haven, Vol. 31, No. 1 (September 1941), pp. 117-131.

The effect of the wartime economy on the standard of living in Great Britain and Germany, and the extent to which labor in the United States may be utilized for defense production without reducing our standard of living.

HARRIS, SEYMOUR E. Economics of Social Security; The Relation of the American Program to Consumption, Savings, Output, and Finance. New York and London: McGraw-Hill, 1941. 455 pp.

Written to fill the "need for a study of social security that would utilize the recent developments in theory and especially in the fields of money, fiscal policy, and economic fluctuations." An introductory section summarizes the issues and considers The Social Security Program in the American Economy, including its effect on interest, its relation to relief and Federal deficits, some actuarial issues, and the Townsend Plan. Part I, In Relation to Output, discusses the abandonment of the reserve principle; deflationary aspects of social security; savings; demand, prices, and output; and the investment problem. Part II, Finance and Reserves, traces the historical, financial, and actuarial aspects of social security finance and considers the reserve theory, the costs of old-age insurance, the problem of financing the program in later years, and social security in relation to the public debt. Part III, Incidence and Effects [of pay-roll taxation],

is a comprehensive application to social security of the different theories of the tax burden.

HARVEY, RAY. Want in the Midst of Plenty; The Genesis of the Food Stamp Plan. Washington: American Council on Public Affairs, 1941. 35 pp.

A review of the experience of the Federal Government in distributing surplus foods, with special attention to the work of the Surplus Commodities Corporation and the stamp plan of the Surplus Marketing Administration.

INTERNATIONAL LABOUR OFFICE. Wartime Developments in Government-Employer-Worker Collaboration. Montreal, 1941. 152 pp. (Conference of the International Labor Organization, New York, October 1941.)

This collection of monographs on different countries supplements the I. L. O. publication of 1940, Methods of Collaboration Between the Public Authorities, Workers' Organisations and Employers' Organisations. Describes wartime organizations and procedures for collaboration in the field of industrial relations in various countries, including Great Britain, Australia, Canada, India, New Zealand, the Union of South Africa, and the United States; and outlines recent changes in European countries under German domination.

"Issues Involved in the Recent Social Security Proposals."

Social Security, New York, Vol. 15, No. 8 (November 1941), pp. 1 ff.

The attitude of the American Association for Social Security toward proposals to increase social security taxes, extend coverage, federalize unemployment compensation, increase public assistance grants to poorer States, and enact health and disability insurance.

KENGLA, NANCY DUVALL. "Federal Grants-in-Aid and Unconstitutional Conditions." George Washington Law Review, Washington, Vol. 10, No. 1 (November 1941), pp. 64-92. (Editorial notes.)

Combines an over-all review of grant-in-aid policies with a discussion of constitutional aspects of the question. The extensive documentation includes a list of statutes providing for Federal grants during the period 1922-40.

Manning the Arsenal for Democracy. Survey Graphic, New York, Vol. 30, No. 11 (November 1941). Entire issue.

The fifth issue in the Survey Graphic's "Calling America" series contains 19 articles and a symposium, all on industrial relations and defense. The main topics deal with The Unlimited Emergency, Labor, Management, and Government and the Public.

"More Social Security Taxes as Aid in Meeting Arms Cost." United States News, Washington, Vol. 11, No. 16 (Oct. 17, 1941), pp. 11-12.

New South Wales. Statistician's Office. The Official Year Book of New South Wales, 1939-40. Sydney, 1941. 1036 pp.

Includes data on population, State health and welfare services, family allowances, old-age pensions, cost and standard of living, employment and unemployment, and unemployment relief.

PANCOAST, OMAR, JR. Occupational Mobility: Democratic

Efficiency Through the Use of Human Resources. New York: Columbia University Press, 1941. 155 pp.

Defends the view that a total increase in trained workers will produce "an increasing spiral of additional employment," reviews economic literature relating to the effect of wage rates on the general welfare, attacks existing practices of restricting the supply of trained workers as a means of artificially raising prices, and urges that our educational system should "provide more trained workers for those occupations where higher earnings indicate a greater relative need for them . . ."

"Should Social Security Taxes Be Increased to Help Pay for Defense and to Check Inflation?" *United States* News, Washington, Vol. 11, No. 19 (Nov. 7, 1941), pp. 34-36; No. 20 (Nov. 14), pp. 38-39. ("The Question of the Week." Symposium by various authorities.)

STEIN, OSVALD. "South America Builds Social Security." Social Security, New York, Vol. 15, No. 8 (November 1941), pp. 3-4.

U. S. NATIONAL RESOURCES PLANNING BOARD. Family Expenditures in the United States; Statistical Tables and Appendixes. Washington: U. S. Government Printing Office, 1941. 209 pp.

The third in a series of reports based on data from the 1935-36 Study of Consumer Purchases. The report provides "the most detailed analysis yet made of family expenditures in the United States and includes a break-down of these expenditures into over 90 categories of outlay."

WHITE, LEONARD D. "Federal Grants to State and Local Personnel Agencies." Public Personnel Review, Chicago, Vol. 2, No. 4 (October 1941), pp. 271-280.

Recommends "a new Federal grant to State and local governments for further assistance in the maintenance and operation of State and local personnel systems," and outlines some of the details of such a plan.

WILCOX, JEROME K. Official Defense Publications; Guide to State and Federal Publications. Berkeley: University of California, Bureau of Public Administration, September 1941. 106 pp. Processed.

Covers approximately the period from June 1940 to August 1, 1941, and includes author and subject indexes.

WOODBURY, ROBERT MORSE. International Comparisons of Food Costs. Montreal: International Labour Office, 1941. 83 pp. (Studies and Reports, Series N (Statistics), No. 24.)

A research report which continues the work of the I. L. O. "on the methodology of international comparison of costs of living." The application of the "group basket" method and the problems of errors in basic data and of substitutions are among the topics considered.

#### OLD-AGE AND SURVIVORS INSURANCE

MURRAY, MERRILL G. "Old-Age and Survivors Insurance for Agricultural and Domestic Workers." *Economic Security Bulletin*, New York, Vol. 5, No. 10 (November 1941), pp. 8-9.

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Discusses briefly two surveys of farm labor and one of domestic service made by the Bureau of Old-Age and Survivors Insurance, "to discover the extent to which persons who are normally in groups excluded from the operation of the present program earn wages in covered employment."

#### EMPLOYMENT SECURITY

Anderson, Giles W. "Unemployment Compensation Benefits for Partial Unemployment." South Dakota Unemployment Compensation Comments, Aberdeen, Vol. 2, No. 10 (October 1941), pp. 5-7 ff.

Includes the text of regulations relating to partial unemployment benefits.

ANGLE, HUGH K. "The First Six Months of the Man Marketing Clinic." Monthly Bulletin (Connecticut Division of Employment Security), Hartford, Vol. 6, No. 10 (October 1941), pp. 2 ff.

The work of the Norwalk, Connecticut, Clinic in helping persons to develop methods of getting positions for themselves.

BEERS, HENRY S. "Financial Problems of Unemployment Funds During the Post-Emergency Period." *Economic* Security Bulletin, New York, Vol. 5, No. 10 (November 1941), pp. 9-12.

A discussion of the Connecticut unemployment compensation fund by the chairman of the State's Unemployment Compensation Advisory Council, who is also vice president of the Aetna Life Insurance Company.

BRITISH COLUMBIA. DEPARTMENT OF LABOUR. Annual Report . . . for the Year Ended December 31st, 1940. Victoria, B. C., 1941. 192 pp.

Includes information on wages and hours, the employment service, and unemployment relief.

CALIFORNIA. DEPARTMENT OF EMPLOYMENT. California Employment and Payrolls in 1939; a Study of Workers Covered by the California Unemployment Insurance Act, Classified by Industry and by County. Prepared by the Research and Statistics Section. Sacramento, August 1941. 87 pp. Processed. (Report 127.)

CLARK, HARRISON. Swedish Unemployment Policy—1914 to 1940. Introduction by Sumner H. Slichter. Washington: American Council on Public Affairs, 1941. 179 pp.

This volume presents a detailed chronological record of Sweden's unemployment policies from 1914 through 1939, and discusses Swedish public labor exchanges, unemployment insurance, depression problems, public works, and safeguards against future depressions. The last chapter considers briefly the wartime policy of 1940. Professor Slichter's introduction calls attention to the points of similarity between Swedish and American experience. A bibliography is included.

Coombs. P. H. "Adequacy of the Benefit Fund." South Dakota Unemployment Compensation Comments, Aberdeen, Vol. 2, No. 10 (October 1941), pp. 11-14. Processed. A comparison of the South Dakota trust fund and benefit rates with those of other States.

COOPER, E. I. "Unemployable?" Public Welfare News, Chicago, Vol. 9, No. 10 (October 1941), pp. 2-3. Processed. ad

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Results obtained when the Rochester Bureau of Veteran Relief reviewed its entire case load with a view to finding employment for as many persons as possible.

FALKENHAGEN, L. M. Treatment of Seasonal Unemployment Under the Oregon Unemployment Compensation Law. Salem: Oregon Unemployment Compensation Commission, 1941. 90 pp.

Discusses the evolution of the concept of seasonal unemployment under the Oregon Unemployment Compensation Law and studies the social and actuarial effects of seasonality determinations in Oregon in the light of the first 2 years of benefit experience.

FLORIDA. INDUSTRIAL COMMISSION. DEPARTMENT OF RESEARCH AND STATISTICS. Manpower for the Construction of Camp Albert H. Blanding. Tallahassee, September 1941. 73 pp. Processed.

An analysis of the characteristics of persons who applied for and those who received work during the construction of the camp at Starke, Florida.

GAINSBRUGH, M. R.; WHITE, I. J.; and COBBS, JOHN L., III. "Interim Revision of Employment Estimates, 1939-1941." Conference Board Economic Record, New York, Vol. 3, No. 19 (Oct. 11, 1941), pp. 399-404.

Discusses recent "major revisions . . . in The Conference Board's estimates of employment in manufacturing, agriculture, and construction."

LINDBLOM, CHARLES E. "Long-Run Considerations in Employment Stabilization and Unemployment Compensation." Quarterly Journal of Economics, Cambridge, Mass., Vol. 56, No. 1, Pt. 1 (November 1941), pp. 145-151.

Recommends the separation of the benefit payment and employment stabilization aims of the unemployment compensation program.

MISSISSIPPI. UNEMPLOYMENT COMPENSATION COMMISSION. DIVISION OF RESEARCH AND INFORMATION. The Pattern of Industry in Mississippi in 1940; With Preliminary Data on Contributions, Benefits, and the Trust Fund. Prepared by P. L. Rainwater and Lucille Powell. Jackson, October 1941. 57 pp. Processed. (Series 1, No. 1.)

"Basic factual data about the size of industry in Mississippi as reflected by the number of employees and by wages paid in major industry groups and in industry divisions in 1940."

Spengler, Joseph J. "Some Effects of Changes in the Age Composition of the Labor Force." Southern Economic Journal, Chapel Hill, N. C., Vol. 8, No. 3 (October 1941), pp. 157-175.

"Unemployment Compensation Federalization a Primary Issue." *Economic Security Bulletin*, New York, Vol. 5, No. 10 (November 1941), pp. 1-2.

Cites recent speeches, comments, and bills. The same issue includes excerpts from a speech by Marriner S. Eccles advocating extended Federal controls and from one by Governor Bricker of Ohio opposing federalization.

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"Unemployment Insurance Claims and Benefits, 1940-41."

Monthly Review of the Railroad Retirement Board,
Washington, Vol. 2, No. 10 (October 1941), pp. 3-7 ff.
Processed.

#### PUBLIC WELFARE AND RELIEF

Baltimore. Department of Public Welfare. Report
... January 1, 1940-December 31, 1940. Baltimore,
1941. 258 pp.

A comprehensive record of relief and assistance in Baltimore, including child care, medical care, activities on behalf of persons eligible under the social security program, and special projects of the Department. Contains "suggestions for immediate consideration and action" and extensive statistical data.

Boan, Fern. A History of Poor Relief Legislation and Administration in Missouri. Chicago: University of Chicago Press, 1941. 243 pp. Processed. (Social Service Monographs.)

"The purpose of this study is to picture the development of the statutory and judicial provisions for the indigent of Missouri and the problems arising in the administration and application." Discusses local outdoor relief, almshouses, institutional programs for special dependent classes, and the county-State and county-State-Federal public assistance programs. Appendixes list relevant laws and judicial decisions and present sketches of county care prior to 1900. A bibliography is included.

COLEMAN, WILLIAM G., and HALLAM, H. F. "Coordination of Personnel Functions in a State Public Welfare Department." Public Personnel Review, Chicago, Vol. 2, No. 4 (October 1941), pp. 306-314.

COMMUNITY CHESTS AND COUNCILS, INC. COMMITTEE ON SOCIAL SERVICE EXCHANGE. Social Service Exchanges in the United States and Canada, October 1, 1941. New York: Community Chests and Councils, Inc., 1941. 15 pp. Processed.

A directory, classified by States and Provinces.

DENVER. BUREAU OF PUBLIC WELFARE. Annual Report
. . . Year Ending December 31, 1940. Compiled by
Division of Statistics and Research. Denver, 1941.

Information relating to public assistance under the Social Security Act, general relief, child welfare, and other services.

Fensel, A. C. "Employment and Relief." Tax Digest, Los Angeles, Vol. 19, No. 11 (November 1941), pp. 367-369 ff.

Discusses current trends in California.

Fredericksen, Hazel A. "Evaluation of Professional Personnel in a Child Welfare Services Program." The Family, New York, Vol. 22, No. 7 (November 1941), pp. 227-231. McGuire, Margaret Anne. A Study of the Development of Public Programs for the Care of Dependent Children in New York City With Emphasis on the Effects of the Depression and Future Outlook. Place not given: New York State Department of Social Welfare, 1941. 107 pp.

The historical evolution of public child care in New York City, including aid in the children's own homes and in institutions and foster homes.

MAY, GEOFFREY. "Canadian System of Dependents' Allowances." Public Welfare News, Chicago, Vol. 9, No. 10 (October 1941), pp. 6-7. Processed.

MINNEAPOLIS. BOARD OF PUBLIC WELFARE. DIVISION OF PUBLIC RELIEF. 1940 Financial Analysis of Relief Costs. Prepared by O. A. Pearson, Superintendent. Minneapolis, 1941. 27 pp. Processed.

OHIO. DEPARTMENT OF PUBLIC WELFARE. DIVISION OF POOR RELIEF. A Study of Employable Cases on Relief in Toledo, Ohio, June 1941. Toledo, 1941. 19 pp. Processed.

ROSEMAN, ALVIN. "The Regional Coordination of Defense Health and Welfare Services." Public Administration Review, Chicago, Vol. 1, No. 5 (Autumn 1941), pp. 432-440.

Outlines the nature, activities, and probable future scope of work of the regional councils appointed through the Office of Defense Health and Welfare Activities. Also includes an account of the Federal organization and program headed by Paul V. McNutt, Federal Security Administrator and Director of Defense Health and Welfare Services.

Schneider, David M., and Deutsch, Albert. The History of Public Welfare in New York State, 1867-1940. Chicago: University of Chicago Press, 1941. 410 pp. (Social Service Monographs.)

A continuation of an earlier volume by Mr. Schneider which covered the poor-law period from 1609 to 1866. The present study classifies the State's welfare developments into five periods—reconstruction and industrial expansion (1867–94), the growth of State supervision (1895–1916), the war period (1917–21), the period of State consolidation and control (1922–29), and the decade of the depression (1930–40). Child welfare, unemployment relief, mothers' pensions, the emergency relief era, and measures looking toward a permanent relief policy are all described, together with a record of the effect in New York of the passage of the Social Security Act.

WASHINGTON STATE COLLEGE. GRADUATE SCHOOL OF SOCIAL WORK. Current Material From the Field of Social Work Practice. Pullman: State College of Washington, 1941. 46 pp. Processed. (Current Material No. 1.)

Contains: Foster Home Placement, by Marjorie J. Smith; The Role of Administrative Factors in the Supervisory Process, by Maurice Emerson Holcomb; and Casework in the Aid to Dependent Children Program: How Can It Function as a Democratic Principle? by Clyde S. Pritchard.

U. S. OFFICE OF THE DIRECTOR OF DEFENSE HEALTH AND WELFARE SERVICES. FAMILY SECURITY COMMITTEE. Brief in Support of Recommendation in Favor of a Category of General Public Assistance To Be Added to the Social Security Act. Washington: U. S. Government Printing Office, 1941. 18 pp.

The Family Security Committee was organized "to advise the Director of Defense Health and Welfare Servlees upon matters affecting family security in relation to national defense." This brief, adopted September 9, 1941, contains recommendations and definitions relating to, and selected testimony before, the Tolan Committee by Paul V. McNutt, Arthur J. Altmeyer, and Charles P. Taft.

#### HEALTH AND MEDICAL CARE

AMIDON, BEULAH. Better Nursing for America. New York: Public Affairs Committee, 1941. 32 pp. (Public Affairs Pamphlet No. 60.)

A popularly written survey of the present nursing situation in the United States, with emphasis on defense requirements and the resources and plans for meeting them.

BLOOMFIELD, J. J., and GAFAFER, W. M. "The Public Health Administrator's Responsibility in the Field of Occupational Disease Legislation." Public Health Reports, Washington, Vol. 56, No. 42 (Oct. 17, 1941), pp. 2033–2041.

Bray, C. G. "An Industrial Medical Care Plan." *Medical Care*, Baltimore, Vol. 1, No. 4 (October 1941), pp. 344-349.

The director of medical services, American Cast Iron Pipe Company, Birmingham, describes briefly the nature and results of the services provided by the company to 6,000 employees and their families at a cost of approximately \$125,000 per year.

"Directory of State and Insular Health Authorities, 1941." Public Health Reports, Washington, Vol. 56, No. 45 (Nov. 7, 1941), pp. 2156-2173.

"Disability Data: Chicago Utility's Findings on Sex and Age Factors in Time Losses Jolt Some Time-Honored Beliefs. Health Plan Revised." Business Week, New York, Nov. 1, 1941, pp. 47–48.

FREISE, P. W. "The Economic Status of Obstetrics in North Dakota." Journal of the American Medical Association, Chicago, Vol. 117, No. 20 (Nov. 15, 1941), pp. 1716-1717.

Includes information from a questionnaire sent to physicians of North Dakota by a subcommittee of the State Committee on Maternal and Child Welfare, in cooperation with the North Dakota State Board of Health.

GOLDMANN, FRANZ. "Medical Care in Industry." Medical Care, Baltimore, Vol. 1, No. 4 (October 1941), pp. 301-312

Describes the purpose, organization, services, and meth-

ods of financing, of four industrial medical-care plans. Tables show the scope of services and the total average costs of the programs.

HAILMAN, DAVID E. "Health Status of Adults in the Productive Ages." Public Health Reports, Washington, Vol. 56, No. 43 (Oct. 24, 1941), pp. 2071-2087.

Data on the health of men and women from the National Health Survey of 1935–36, and on the health of men aged 20–34 from Love and Davenport's study of defects among men drafted in 1917–18.

KLEIN, HENRY. "The Dental Status and Dental Needs of Young Adult Males." Milbank Memorial Fund Quarterly, New York, Vol. 19, No. 4 (October 1941), pp. 345-355.

The report of an investigation of dental examinations of 642 young men enrolled in National Youth Administration projects in Maryland and West Virginia or attending a National Defense Training School in Hagerstown, Maryland.

McLeary, G. F. "Population Changes and Public Health Planning." Medical Care, Baltimore, Vol. 1, No. 4 (October 1941), pp. 313-320.

A survey of United States trends by the former Deputy Senior Medical Officer of the British Ministry of Health.

MINNEAPOLIS. DEPARTMENT OF PUBLIC WELFARE.
DIVISION OF PUBLIC RELIEF. Physical Characteristics
of the Resident Relief Population. Minneapolis, 1941.
132 pp. Processed.

"The present study will appear in five sections. This, the first volume, consists of summary tables showing the physical condition of the four basic groups on relief; namely, the unattached or single cases divided according to sex, and the family cases divided according to the sex of the head. The four other sections are each devoted to one of these groups . . . ."

"Recent Illinois Supreme Court Decisions Concerning the Workmen's Compensation Act." Illinois Labor Bulletin, Chicago, Vol. 2, No. 4 (October 1941), pp. 3-5 ff.

REINHARDT, JAMES M., and Schroeder, Martin H. "Physicans and Hospitals in Rural Nebraska." *Medical Care*, Baltimore, Vol. 1, No. 4 (October 1941), pp. 332–343.

STAPLES, PHILIP C. "Business and Blue Cross Plans."

Hospitals, Chicago, Vol. 15, No. 11 (November 1941),
pp. 49-52.

The president of the Pennsylvania Bell Telephone Company, who is also a trustee of the Associated Hospital Service of Philadelphia, discusses the hospital prepayment plan as an instrument of employee security.

Walls, R. M. "Dental Needs in the United States." Medical Care, Baltimore, Vol. 1, No. 4 (October 1941), pp. 321-331.

Summarizes the results of a survey made by the Economics Committee of the American Dental Association.

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